Amend CSSB 215 (house committee printing) as follows:

(1) Add the following appropriately numbered SECTIONS to the bill and renumber subsequent SECTIONS of the bill accordingly:

SECTION $_$. Sections 56.301(2) and (3), Education Code, are amended to read as follows:

- (2) "Eligible institution" means <u>a general academic</u> teaching [an] institution or a medical and dental unit [of higher education] that offers one or more undergraduate degree or certification programs. The term does not include a public state college.
- "institution of higher education," "medical and dental unit,"

 "public ["Public] junior college," "public state college," and

 "public technical institute" have the meanings assigned by Section
 61.003.

SECTION _____. Section 56.302(b), Education Code, is amended to read as follows:

(b) The purpose of this subchapter is to provide a grant of money to enable eligible students to attend <u>eligible</u> [public] institutions [of higher education] in this state.

SECTION ____. Sections 56.303(d-1), (e), and (f), Education Code, are amended to read as follows:

- (d-1) In allocating among <u>eligible</u> [general academic teaching] institutions money available for initial TEXAS grants for an academic year, the coordinating board shall ensure that each of those institutions' <u>proportional</u> [percentage] share of the total amount of money for initial grants that is allocated to <u>eligible</u> [general academic teaching] institutions under this <u>section</u> [subsection] for that year does not, as a result of the number of students who establish eligibility at the institution for an initial grant under Section 56.3041(2)(A), change from the institution's <u>proportional</u> [percentage] share of the total amount of money for initial grants that is allocated to those institutions under this <u>section</u> [subsection] for the preceding academic year.
- (e) In determining who should receive a TEXAS grant, the coordinating board and the eligible institutions shall give priority to awarding TEXAS grants to students who demonstrate the

greatest financial need and whose expected family contribution, as determined according to the methodology used for federal student financial aid, does not exceed 60 percent of the average statewide amount of tuition and required fees described by Section 56.307(a). In giving priority based on financial need as required by this subsection to students who meet the requirements for the highest priority as provided by Subsection (f), an eligible [a general academic teaching] institution shall determine financial need according to the relative expected family contribution of those students, beginning with students who have the lowest expected family contribution.

academic year, in determining who should receive an initial TEXAS grant, each <u>eligible</u> [general academic teaching] institution, in addition to giving priority as provided by Subsection (e), shall give highest priority to students who meet the eligibility criteria described by Section 56.3041(2)(A). If there is money available in excess of the amount required to award an initial TEXAS grant to all students meeting those criteria, <u>an eligible</u> [a general academic teaching] institution shall make awards to other students who meet the eligibility criteria described by Section 56.304(a)(2)(A), provided that the institution continues to give priority to students as provided by Subsection (e).

SECTION ____. Sections 56.304(a) and (e-1), Education Code, are amended to read as follows:

- (a) To be eligible initially for a TEXAS grant, a person who graduated from high school before May 1, 2013, must:
- (1) be a resident of this state as determined by coordinating board rules;
- (2) meet either of the following academic requirements:
- (A) be a graduate of a public or accredited private high school in this state who graduated not earlier than the 1998-1999 school year and who completed the recommended or advanced high school curriculum established under Section 28.002 or 28.025 or its equivalent; or
 - (B) have received an associate degree from a

public or private institution of higher education not earlier than
May 1, 2001;

- (3) meet financial need requirements as defined by the coordinating board;
- (4) be enrolled in <u>a baccalaureate</u> [an undergraduate] degree [or certificate] program at an eligible institution;
 - (5) be enrolled as:
- (A) an entering undergraduate student for at least three-fourths of a full course load for an entering undergraduate student, as determined by the coordinating board, not later than the 16th month after the date of the person's graduation from high school; or
- (B) an entering student for at least three-fourths of a full course load for an undergraduate student as determined by the coordinating board, not later than the 12th month after the month the person receives an associate degree from a public or private institution of higher education;
- (6) have applied for any available financial aid or assistance; and
- (7) comply with any additional nonacademic requirement adopted by the coordinating board under this subchapter.
- (e-1) If a person is initially awarded a TEXAS grant during or after the 2005 fall semester, unless the person is provided additional time during which the person may receive a TEXAS grant under Subsection (e-2), the person's eligibility for a TEXAS grant ends on:
- (1) the fifth anniversary of the initial award of a TEXAS grant to the person, if the person is enrolled in a degree [or certificate] program of four years [or less]; or
- (2) the sixth anniversary of the initial award of a TEXAS grant to the person, if the person is enrolled in a degree program of more than four years.

SECTION _____. Section 56.3041, Education Code, is amended to read as follows:

Sec. 56.3041. INITIAL ELIGIBILITY OF PERSON GRADUATING FROM HIGH SCHOOL ON OR AFTER MAY 1, 2013[, AND ENROLLING IN A GENERAL

ACADEMIC TEACHING INSTITUTION]. To [Notwithstanding Section 56.304(a), to] be eligible initially for a TEXAS grant, a person graduating from high school on or after May 1, 2013, and enrolling in an eligible [a general academic teaching] institution must:

- (1) be a resident of this state as determined by coordinating board rules;
- (2) meet the academic requirements prescribed by Paragraph (A), (B), [ex] (C), or (D) as follows:
- (A) be a graduate of a public or accredited private high school in this state who completed the recommended high school program established under Section 28.025 or its equivalent and have accomplished any two or more of the following:
- (i) graduation under the advanced high school program established under Section 28.025 or its equivalent, successful completion of the course requirements of the international baccalaureate diploma program, or earning of the equivalent of at least 12 semester credit hours of college credit in high school through courses described in Sections 28.009(a)(1), (2), and (3);
- (ii) satisfaction of the Texas Success Initiative (TSI) college readiness benchmarks prescribed by the coordinating board under Section 51.3062(f) on any assessment instrument designated by the coordinating board under Section 51.3062(c) [or (e)] or qualification for an exemption as described by Section 51.3062(p), (q), or (q-1);
- (iii) graduation in the top one-third of the person's high school graduating class or graduation from high school with a grade point average of at least 3.0 on a four-point scale or the equivalent; or
- (iv) completion for high school credit of at least one advanced mathematics course following the successful completion of an Algebra II course, as permitted by Section 28.025(b-3), or at least one advanced career and technical course, as permitted by Section 28.025(b-2);
- (B) have received an associate degree from a public or private institution of higher education; $[\frac{\partial \mathbf{r}}{\partial t}]$
 - (C) be an undergraduate student who has:

(ii) received an initial Texas Educational Opportunity Grant under Subchapter P for the 2014 fall semester or a subsequent academic term;

(iii) completed at least 24 semester credit hours at any institution or institutions of higher education; and

of at least 2.5 on a four-point scale or the equivalent on all course work previously attempted; or

- $\underline{\text{(D)}}$ if sufficient money is available, meet the eligibility criteria described by Section 56.304(a)(2)(A);
- (3) meet financial need requirements established by the coordinating board;
- (4) be enrolled in an undergraduate degree or certificate program at <u>an eligible</u> [the general academic teaching] institution;
- (5) except as provided under rules adopted under Section 56.304(h), be enrolled as:
- (A) an entering undergraduate student for at least three-fourths of a full course load, as determined by the coordinating board, not later than the 16th month after the calendar month in which the person graduated from high school;
- (B) an entering undergraduate student who entered military service not later than the first anniversary of the date the person graduated from high school and who enrolled for at least three-fourths of a full course load, as determined by the coordinating board, at the eligible [general academic teaching] institution not later than 12 months after being honorably discharged from military service; [ex]
- (C) a continuing undergraduate student for at least three-fourths of a full course load, as determined by the coordinating board, not later than the 12th month after the calendar month in which the person received an associate degree from a public or private institution of higher education; or
- (D) an undergraduate student described by Subdivision (2)(C) who has never previously received a TEXAS grant;

- (6) have applied for any available financial aid or assistance; and
- (7) comply with any additional nonacademic requirements adopted by the coordinating board under this subchapter.

SECTION _____. Sections 56.3042(b) and (d), Education Code, are amended to read as follows:

- (b) The coordinating board or the eligible institution may require the student to forgo or repay the amount of an initial TEXAS grant awarded to the student as described by Subsection (a) or (a-1) if the student fails to meet the eligibility requirements described by Subsection (a) or (a-1) [of Section 56.304(a)(2)(A), 56.304(a)(2)(B), or 56.3041(2)(B)], as applicable to the student, after the issuance of the available high school or college transcript.
- (d) A person who receives an initial TEXAS grant under Subsection (a) or (a-1) but does not satisfy the applicable eligibility requirement that the person was considered to have satisfied under the applicable subsection and who is not required to forgo or repay the amount of the grant under Subsection (b) may become eligible to receive a subsequent TEXAS grant under Section 56.305 only by satisfying the associate degree requirement prescribed by Section 56.304(a)(2)(B) or 56.3041(2)(B), as applicable to the person, in addition to the requirements of Section 56.305 at the time the person applies for the subsequent grant.

SECTION _____. Section 56.305(a), Education Code, is amended to read as follows:

- (a) After initially qualifying for a TEXAS grant, a person may continue to receive a TEXAS grant during each semester or term in which the person is enrolled at an eligible institution only if the person:
- (1) meets financial need requirements as defined by the coordinating board;
- (2) is enrolled in <u>a baccalaureate</u> [an undergraduate] degree [or certificate] program at an eligible institution;
 - (3) is enrolled for at least three-fourths of a full

course load for an undergraduate student, as determined by the coordinating board;

- (4) makes satisfactory academic progress toward \underline{a} $\underline{baccalaureate}$ [an undergraduate] degree [or certificate]; and
- (5) complies with any additional nonacademic requirement adopted by the coordinating board.

SECTION ____. Section 56.306, Education Code, is amended to read as follows:

Sec. 56.306. GRANT USE. A person receiving a TEXAS grant may use the money to pay any usual and customary cost of attendance at an <u>eligible</u> institution [of higher education] incurred by the student. The institution may disburse all or part of the proceeds of a TEXAS grant <u>directly</u> to an eligible person only if the tuition and required fees incurred by the person at the institution have been paid.

SECTION _____. Section 56.307, Education Code, is amended by amending Subsections (a), (d-1), and (i) and adding Subsection (b) to read as follows:

- (a) Except as provided by Subsection (b), the [The] amount of a TEXAS grant for a semester or term for a person enrolled full-time at an eligible institution [other than an institution covered by Subsection (c) or (d)] is an [the] amount determined by the coordinating board as the average statewide amount of tuition, [and] required fees, and allowance for course materials that a resident student enrolled full-time in a baccalaureate degree program would be charged for that semester or term at general academic teaching institutions.
- (b) An eligible institution may award a TEXAS grant to an eligible student for a semester or term in an amount that is less than the amount determined by the coordinating board under Subsection (a).
- (d-1) The coordinating board shall determine the average statewide tuition, [and] fee amounts, and allowance for course materials for a semester or term of the next academic year for purposes of this section by using the amounts of tuition and required fees that will be charged by the [applicable] eligible institutions for that semester or term in that academic year. The

board may estimate the amount of the charges for a semester or term in the next academic year by an institution if the relevant information is not yet available to the board.

(i) A public institution of higher education may not[+

(j), charge a person attending the institution who also receives a TEXAS grant an amount of tuition and required fees in excess of the amount of the TEXAS grant received by the person; or

 $\left[\frac{(2)}{2}\right]$ deny admission to or enrollment in the institution based on a person's eligibility to receive a TEXAS grant or a person's receipt of a TEXAS grant.

SECTION _____. (a) The change in law made by this Act to Subchapter M, Chapter 56, Education Code, applies beginning with TEXAS grants awarded for the 2014 fall semester. Grants awarded for a semester or term before the 2014 fall semester are governed by the applicable law in effect immediately before the effective date of this Act, and the former law is continued in effect for that purpose.

- (b) Notwithstanding Subsection (a) of this section, a student who first receives a TEXAS grant for attendance at a public junior college, public state college, or public technical institute for a semester or other academic term before the 2014 fall semester may continue to receive a TEXAS grant under Subchapter M, Chapter 56, Education Code, as that subchapter existed immediately before the effective date of this Act, as long as the student remains eligible for a TEXAS grant under the former law, and, if eligible, may continue to receive a TEXAS grant if the student enrolls at an eligible institution under Subchapter M, Chapter 56, Education Code, as amended by this Act. The Texas Higher Education Coordinating Board shall adopt rules to administer this subsection and shall notify each student who receives a TEXAS grant in the 2013-2014 academic year of the provisions of this subsection.
- (2) Add the following appropriately numbered subdivision at the end of page 36:

 $(\underline{\hspace{1cm}})$ Sections 56.307(c), (d), (e), (f), (i-1), (j), and (1);

(3) In SECTION 41 of the bill (page 36, line 19, through page

, line 11), renumber the subdivisions as appropriate.