By: Patrick H.B. No. 2555

Substitute the following for H.B. No. 2555:

By: Branch C.S.H.B. No. 2555

## A BILL TO BE ENTITLED

1 AN ACT

2 relating to a study and report regarding tuition and fee exemptions

- 3 for certain military personnel and their dependents.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Subchapter D, Chapter 54, Education Code, is
- 6 amended by adding Section 54.3411 to read as follows:
- 7 Sec. 54.3411. STUDY REGARDING TUITION AND FEE EXEMPTIONS
- 8 FOR CERTAIN MILITARY PERSONNEL AND DEPENDENTS. (a) The Legislative
- 9 Budget Board, in consultation with the Texas Higher Education
- 10 Coordinating Board and the Texas Veterans Commission, as the
- 11 Legislative Budget Board considers necessary, shall study and
- 12 evaluate the tuition and fee exemptions provided under Section
- 13 <u>54.341</u>. In the study, the Legislative Budget Board shall consider
- 14 any available historical data and the projected data regarding
- 15 recipients of the exemptions provided under Section 54.341,
- 16 disaggregated by veteran, dependent, spouse, and legacy recipient,
- 17 for each of the following categories of information:
- 18 (1) the total number of recipients, disaggregated by
- 19 gender, race and ethnicity, institution, and socioeconomic
- 20 background as indicated in the Free Application for Federal Student
- 21 Aid (FAFSA);
- (2) the number of undergraduate, graduate, and
- 23 doctoral credit hours attempted and earned by semester;
- 24 (3) the number of degrees attempted and earned, and

- 1 the associated semester credit hours required for those degrees,
- 2 per recipient;
- 3 (4) the grade point average of recipients after
- 4 completing the first, second, third, and fourth academic years, and
- 5 subsequent academic years, as applicable, and to the extent allowed
- 6 under the Family Educational Rights and Privacy Act of 1974 (20
- 7 <u>U.S.C. Section 1232q);</u>
- 8 (5) the average time to graduation;
- 9 (6) the four-year and six-year graduation rates,
- 10 retention rates, and noncompletion rates;
- 11 (7) the number of semester credit hours of
- 12 developmental education courses attempted and earned by
- 13 recipients;
- 14 (8) the proportion of federal education benefits,
- 15 including veteran and non-veteran benefits, and of the exemption
- 16 provided under Section 54.341, used for undergraduate, graduate,
- 17 and doctoral semester credit hours attempted and earned by
- 18 recipients; and
- 19 (9) the average cost of tuition and mandatory fees for
- 20 an undergraduate, graduate, and doctoral recipient enrolled in a
- 21 full course load at an institution of higher education compared to
- 22 the average cost for a nonrecipient student enrolled in a full
- 23 <u>course load at the same institution for the same degree level.</u>
- 24 (b) To the greatest extent possible:
- 25 (1) the Legislative Budget Board shall:
- 26 (A) include in its study a review of all federal
- 27 education benefits for veterans in order to comprehensively review

- 1 the sustainability of state and federal benefits for veterans; and
- 2 (B) use applicable data from the 2008-2009
- 3 academic year or a more recent academic year as a baseline in the
- 4 study; and
- 5 (2) institutions of higher education shall cooperate
- 6 with the Legislative Budget Board by providing any requested data
- 7 and ensuring the reliability and validity of the data collected and
- 8 submitted for the purpose of the study.
- 9 (c) Not later than December 1, 2014, the Legislative Budget
- 10 Board shall submit to the Texas Higher Education Coordinating
- 11 Board, the Texas Veterans Commission, the governor, the lieutenant
- 12 governor, and the speaker of the house of representatives a written
- 13 report of the results of the study conducted under this section,
- 14 together with any recommendations for legislative or
- 15 administrative action, including any changes to eligibility
- 16 criteria or other changes necessary to promote sustainability,
- 17 fiscal efficiency, and effectiveness in the use of the exemption
- 18 provided under Section 54.341. A recommendation included in the
- 19 report must include an explanation of the basis for that
- 20 recommendation.
- 21 (d) This section expires January 31, 2015.
- 22 SECTION 2. This Act takes effect immediately if it receives
- 23 a vote of two-thirds of all the members elected to each house, as
- 24 provided by Section 39, Article III, Texas Constitution. If this
- 25 Act does not receive the vote necessary for immediate effect, this
- 26 Act takes effect September 1, 2013.