By: Zerwas, Miller of Fort Bend, Otto H.B. No. 3572 Substitute the following for H.B. No. 3572: By: Raney C.S.H.B. No. 3572

## A BILL TO BE ENTITLED

## AN ACT

2 relating to tuition and fee exemptions at public institutions of 3 higher education for certain military personnel and their 4 dependents.

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

6 SECTION 1. Section 54.341, Education Code, is amended by 7 amending Subsections (a), (b-1), (e), (k), and (l) and adding 8 Subsections (a-0), (a-5), (c-1), (k-2), and (p) to read as follows:

The governing board of each institution of higher 9 (a) education shall exempt the following persons from the payment of 10 11 tuition, dues, fees, and other required charges, including fees for 12 correspondence courses but excluding general deposit fees, student services fees, and any fees or charges for lodging, board, or 13 14 clothing, provided the person seeking the exemption established and maintained a domicile in this state as described by Section 15 54.052(a)(1) and satisfies the residency requirement under 16 Subsection (a-0) [currently resides in this state and entered the 17 service at a location in this state, declared this state as the 18 person's home of record in the manner provided by the applicable 19 military or other service, or would have been determined to be a 20 21 resident of this state for purposes of Subchapter B at the time the 22 person entered the service]:

(1) all nurses and honorably discharged members of the24 armed forces of the United States who served during the

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1 Spanish-American War or during World War I;

(2) all nurses, members of the Women's Army Auxiliary 2 3 Corps, members of the Women's Auxiliary Volunteer Emergency Service, and all honorably discharged members of the armed forces 4 5 of the United States who served during World War II except those who were discharged from service because they were over the age of 38 or 6 because of a personal request on the part of the person that the 7 8 person be discharged from service;

9 (3) all honorably discharged men and women of the 10 armed forces of the United States who served during the national 11 emergency which began on June 27, 1950, and which is referred to as 12 the Korean War; and

13 (4) all persons who were honorably discharged from the 14 armed forces of the United States after serving on active military 15 duty, excluding training, for more than 180 days and who served a 16 portion of their active duty during:

17 (A) the Cold War which began on the date of the
18 termination of the national emergency cited in Subdivision (3);

(B) the Vietnam era which began on December 21,
1961, and ended on May 7, 1975;

(C) the Grenada and Lebanon era which began on
August 24, 1982, and ended on July 31, 1984;

(D) the Panama era which began on December 20,
1989, and ended on January 21, 1990;

(E) the Persian Gulf War which began on August 2,
1990, and ends on the date thereafter prescribed by Presidential
proclamation or September 1, 1997, whichever occurs first;

C.S.H.B. No. 3572 1 (F) the national emergency by reason of certain 2 terrorist attacks that began on September 11, 2001; or 3 (G) any future national emergency declared in 4 accordance with federal law. (a-0) To be eligible for an exemption provided by this 5 section, a person must have resided in this state continuously for 6 the eight years immediately preceding the first class date of the 7 8 semester or other academic term to which the exemption would apply. 9 This subsection does not apply to a person who was born in this 10 state. (a-5) A person who received an exemption under this section 11 12 for a semester or other academic term before the 2016 spring semester continues to be eligible for the exemption provided by 13 14 this section as this section existed on January 1, 2015. 15 (b-1) To qualify for an exemption under Subsection (a-2) or (b), the spouse or child must have established and maintained a 16 17 domicile in this state as described by Section 54.052(a)(1) or (2), as applicable, and satisfy the residency requirement under 18 Subsection (a-0) [be classified as a resident under Subchapter B on 19 the date of the spouse's or child's registration]. 20 21 (c-1) In addition to the limitation prescribed by Subsection (c), a person who qualifies for an exemption under 22 Subsection (a) based on the person's military service, or a person 23 24 to whom an exemption is assigned under Subsection (k) based on the military service of the person's parent, may not receive the 25 exemption for a semester or other academic term the first class date 26 of which is later than the 15th anniversary of the date of the 27

person's or parent's honorable discharge from active military duty, as applicable. This subsection does not apply to a person who is eligible to receive an exemption under Subsection (a-2) or (b) or to continue to receive an exemption under Subsection (a-1), (a-3), (a-4), or (a-5).

6 (e) The exemption from tuition, fees, and other charges 7 provided for by this section does not apply to a person who at the 8 time of registration is entitled to receive state or federal grant aid or educational benefits under federal legislation that may be 9 10 used only for the payment of tuition and fees if the value of the grant aid and [those] benefits received in a semester or other term 11 12 is equal to or exceeds the value of the exemption for the same semester or other term. If the value of state or federal grant aid 13 14 or federal benefits that may be used only for the payment of tuition and fees and are received in a semester or other term does not equal 15 or exceed the value of the exemption for the same semester or other 16 17 term, the person is entitled to receive both the grant aid or [those] federal benefits and the exemption in the same semester or 18 19 other term. The combined amount of the state or federal grant aid or federal benefit that may be used only for the payment of tuition and 20 fees plus the amount of the exemption received in a semester or 21 other term may not exceed the cost of tuition and fees for that 22 semester or other term. An institution of higher education may not 23 24 require a person eligible for an exemption under Subsection (a) to apply for or obtain a student loan. 25

26 (k) <u>Subject to the limitation prescribed by Subsection</u>
 27 <u>(k-2), the</u> [<del>The</del>] Texas Veterans Commission by rule shall prescribe

1 procedures to allow:

(1) a person who becomes eligible for an exemption provided by Subsection (a) to waive the person's right to any unused portion of the number of cumulative credit hours for which the person could receive the exemption and assign the exemption for <u>up</u> <u>to 60 credit hours of</u> the unused portion of those credit hours to a child of the person; and

8 (2) following the death of a person who becomes for an exemption provided by Subsection (a), the 9 eliqible 10 assignment of the exemption for up to 60 credit hours of the unused portion of the credit hours to a child of the person, to be made by 11 12 the person's spouse or by the conservator, guardian, custodian, or other legally designated caretaker of the child, if the child does 13 14 not otherwise qualify for an exemption under Subsection (b).

15 <u>(k-2) A person who becomes eligible for an exemption</u> 16 provided by Subsection (a) must have served on active military 17 <u>duty, excluding training, for at least six years before any portion</u> 18 <u>of the exemption may be assigned to a child of the person under</u> 19 Subsection (k).

(1) To be eligible to receive an exemption under Subsection(k), the child must:

(1) <u>have established and maintained a domicile in this</u> state as described by Section 54.052(a)(1) or (2), as applicable, and satisfy the residency requirement under Subsection (a-0) [be a student who is classified as a resident under Subchapter B when the child enrolls in an institution of higher education];

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(2)

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be an [as a graduate or] undergraduate student  $[\tau]$ 

1	maintain a grade point average that satisfies the grade point
2	average requirement for making satisfactory academic progress in a
3	degree, certificate, or continuing education program as determined
4	by the institution at which the child is enrolled in accordance with
5	the institution's policy regarding eligibility for financial aid];
6	[and]
7	(3) <u>maintain:</u>
8	(A) a course load of at least 24 semester credit
9	hours per academic year; and
10	(B) a cumulative grade point average of at least
11	2.5 on a four-point scale or the equivalent; and
12	<u>(4)</u> be 25 years of age or younger on the first <u>class</u>
13	date [day] of the semester or other academic term for which the
14	exemption is claimed.
15	(p) An institution of higher education shall require a
16	person receiving an exemption under this section to complete a Free
17	Application for Federal Student Aid (FAFSA). The institution may
18	not use the information obtained from a person's FAFSA to encourage
19	or require the person to obtain a student loan, but may use the
20	information to make a person aware of grant opportunities.
21	SECTION 2. (a) Except as provided by Subsection (b) of this
22	section, the changes in law made by this Act to Section 54.341,
23	Education Code, apply beginning with tuition and fees charged for
24	the 2016 spring semester. Tuition and fees charged for a term or
25	semester before the 2016 spring semester are covered by the law in
26	effect immediately before the effective date of this Act, and the

27 former law is continued in effect for that purpose.

1 (b) The changes in law made by this Act in adding Section 2 54.341(a-0), Education Code, apply beginning with tuition and fees 3 charged for the first academic semester beginning on or after the 4 effective date of this Act.

5 SECTION 3. This Act takes effect immediately if it receives 6 a vote of two-thirds of all the members elected to each house, as 7 provided by Section 39, Article III, Texas Constitution. If this 8 Act does not receive the vote necessary for immediate effect, this 9 Act takes effect September 1, 2015.