

By: Bhojani

H.B. No. 4330

A BILL TO BE ENTITLED

AN ACT

relating to the establishment of the Texas Promise Grant Program for certain students at two-year public institutions of higher education.

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

SECTION 1. Chapter 56, Education Code, is amended by adding Subchapter U to read as follows:

SUBCHAPTER U. TEXAS PROMISE GRANT PROGRAM

Sec. 56.601. DEFINITIONS. In this subchapter:

(1) "Coordinating board" means the Texas Higher Education Coordinating Board.

(2) "Eligible institution" means:

(A) a public junior college;

(B) a public technical institute; or

(C) a public state college.

(3) "Program" means the Texas Promise Grant Program established under this subchapter.

(4) "Public junior college," "public technical institute," and "public state college" have the meanings assigned by Section 61.003.

Sec. 56.602. PROGRAM PURPOSE. The purpose of the Texas Promise Grant Program is to provide assistance in the payment of tuition and mandatory fees to enable eligible students to attend two-year institutions of higher education.

1 Sec. 56.603. ADMINISTRATION OF PROGRAM; AWARD OF GRANT.

2 (a) The coordinating board shall administer the program and adopt
3 any rules necessary to implement the program or this subchapter.
4 The coordinating board shall consult with the student financial aid
5 officers of eligible institutions in developing the rules.

6 (b) The coordinating board shall award a grant to each
7 eligible student under the program.

8 Sec. 56.604. INITIAL ELIGIBILITY FOR GRANT. (a) To be
9 eligible initially for a grant under the program, a person must:

10 (1) be a resident of this state as determined by
11 coordinating board rules;

12 (2) have graduated from high school or received a high
13 school equivalency certificate within the last three years;

14 (3) be enrolled in an associate degree or certificate
15 program at an eligible institution;

16 (4) be enrolled as an entering student for at least
17 one-half of a full course load for an entering student in the
18 associate degree or certificate program, as determined by the
19 coordinating board;

20 (5) have applied for any available financial aid or
21 assistance; and

22 (6) comply with any additional nonacademic or
23 nonfinancial requirement adopted by the coordinating board under
24 this subchapter.

25 (b) A person is not eligible to receive a grant under the
26 program if the person has:

27 (1) been granted:

1 (A) a certificate for completion of a certificate
2 program; or

3 (B) an associate or baccalaureate degree; or
4 (2) completed more than 90 semester credit hours or
5 the equivalent at an institution of higher education, excluding
6 semester credit hours or the equivalent earned for a dual credit
7 course.

8 (c) A person may not receive a grant under the program for
9 more than 75 semester credit hours or the equivalent.

10 (d) A person's eligibility for a grant under the program
11 ends on the third anniversary of the initial award of a grant under
12 the program to the person and the person's enrollment in an eligible
13 institution.

14 Sec. 56.605. CONTINUING ELIGIBILITY AND ACADEMIC
15 PERFORMANCE REQUIREMENTS. (a) After initially qualifying for a
16 grant under the program, a person may continue to receive a grant
17 under the program during each semester or term in which the person
18 is enrolled at an eligible institution only if the person:

19 (1) is enrolled in an associate degree or certificate
20 program at an eligible institution;

21 (2) is enrolled for at least one-half of a full course
22 load for a student in an associate degree or certificate program, as
23 determined by the coordinating board;

24 (3) makes satisfactory academic progress toward an
25 associate degree or certificate; and

26 (4) complies with any additional nonacademic or
27 nonfinancial requirement adopted by the coordinating board.

1 (b) If a person fails to meet any of the requirements of
2 Subsection (a) after the completion of any semester or term, the
3 person may not receive a grant under the program during the next
4 semester or term in which the person enrolls. A person may become
5 eligible to receive a grant under the program in a subsequent
6 semester or term if the person:

7 (1) completes a semester or term during which the
8 student is not eligible for a grant; and

9 (2) meets all the requirements of Subsection (a).

10 (c) For the purpose of this section, a person makes
11 satisfactory academic progress toward an associate degree or
12 certificate only if:

13 (1) in the person's first academic year, the person
14 meets the satisfactory academic progress requirements of the
15 institution at which the person is enrolled; and

16 (2) in the subsequent academic year, the person:

17 (A) completes at least 75 percent of the semester
18 credit hours or the equivalent attempted in the person's most
19 recent academic year; and

20 (B) has earned an overall grade point average of
21 at least 2.5 on a four-point scale or the equivalent on coursework
22 previously attempted at institutions of higher education.

23 (d) A person who is eligible to receive a grant under the
24 program continues to remain eligible to receive the grant if the
25 person enrolls in or transfers to another eligible institution.

26 (e) The coordinating board shall adopt rules to allow a
27 person who is otherwise eligible to receive a grant under the

1 program, in the event of a hardship or for other good cause shown,
2 including a showing of a severe illness or other debilitating
3 condition that may affect the person's academic performance or a
4 showing that the person is responsible for the care of a sick,
5 injured, or needy person and that the person's provision of care may
6 affect the person's academic performance, to receive a grant under
7 the program:

8 (1) while enrolled in a number of semester credit
9 hours that is less than the number of semester credit hours or the
10 equivalent required under Subsection (a)(2); or

11 (2) if the student's grade point average or completion
12 rate falls below the satisfactory academic progress requirements of
13 Subsection (c).

14 Sec. 56.606. GRANT USE. A grant awarded under the program
15 must be applied first to the payment of tuition and mandatory fees
16 at an eligible institution.

17 Sec. 56.607. GRANT AMOUNT. (a) The amount of a grant
18 awarded to an eligible student under the program for a semester or
19 other academic term in which the student is enrolled at an eligible
20 institution is an amount not to exceed the greater of:

21 (1) the difference between the amount of tuition and
22 mandatory fees charged to the student by the institution for that
23 semester or term and the amount of any other gift aid, including
24 state or federal grants or scholarships, awarded to the student for
25 that semester or term; or

26 (2) \$1,000.

27 (b) The coordinating board may adopt rules that allow the

1 coordinating board to decrease, in proportion to the number of
2 semester credit hours or the equivalent in which a student is
3 enrolled, the amount of a grant award under Subsection (a)(2) to a
4 student who is enrolled in less than a full course load for a
5 student in an associate degree or certificate program, as
6 determined by the coordinating board.

7 (c) A grant may not be awarded under the program to an
8 eligible student for a semester or other academic term until any
9 other gift aid for which the student is eligible has been awarded to
10 the student and the amount of tuition and mandatory fees owed by the
11 student has been established for purposes of determining the
12 appropriate amount of the student's grant under Subsection (a).

13 (d) The coordinating board shall issue to each eligible
14 student a certificate indicating the amount of the grant awarded to
15 the student.

16 Sec. 56.608. COMPLETION OF ASSOCIATE DEGREE OR CERTIFICATE
17 PROGRAM GRANT. (a) Upon completion of an associate degree or
18 certificate program at an eligible institution, eligible students
19 will be awarded an additional grant in the amount of \$1,000.

20 Sec. 56.609. NOTIFICATION OF PROGRAM; RESPONSIBILITIES OF
21 SCHOOL DISTRICTS. (a) The coordinating board, in consultation
22 with all eligible institutions, shall prepare materials designed to
23 inform prospective students, their parents, and high school
24 counselors about the program and eligibility for a grant under the
25 program. The coordinating board shall distribute to each eligible
26 institution and to each school district a copy of the materials
27 prepared under this section.

1 (b) Each school district shall notify its high school
2 students, those students' teachers and school counselors, and those
3 students' parents or guardians of the program and the eligibility
4 requirements of the program.

5 SECTION 2. (a) The Texas Higher Education Coordinating
6 Board shall adopt rules to administer Subchapter U, Chapter 56,
7 Education Code, as added by this Act, as soon as practicable after
8 the effective date of this Act. For that purpose, the coordinating
9 board may adopt the initial rules in the manner provided by law for
10 emergency rules.

11 (b) The Texas Higher Education Coordinating Board shall
12 begin awarding grants under Subchapter U, Chapter 56, Education
13 Code, as added by this Act, for the first academic year for which
14 money is appropriated for that purpose, except that the
15 coordinating board may not award grants under that subchapter for
16 an academic year before the 2024-2025 academic year.

17 SECTION 3. This Act takes effect immediately if it receives
18 a vote of two-thirds of all the members elected to each house, as
19 provided by Section 39, Article III, Texas Constitution. If this
20 Act does not receive the vote necessary for immediate effect, this
21 Act takes effect September 1, 2023.