## HOUSE BILL 1779

## State of Washington 60th Legislature 2007 Regular Session

**By** Representatives Wallace, Dunn, Haigh, Kenney, Hasegawa, B. Sullivan, McDermott, Takko, Roberts, P. Sullivan, Fromhold, Quall, Simpson, Lantz, Hudgins, Kagi, Santos, Ormsby and Morrell

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AN ACT Relating to the GET ready for math and science scholarship program; amending RCW 28B.95.060; reenacting and amending RCW 43.79A.040; adding a new section to chapter 28B.95 RCW; and adding a new chapter to Title 28B RCW.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

6 NEW SECTION. Sec. 1. (1) The GET ready for math and science 7 scholarship program is established. The purpose of the program is to 8 provide scholarships to students who achieve level four on the 9 mathematics or science portions of the tenth grade Washington assessment of student learning, major in a mathematics, science, or 10 related field in college, and commit to working in mathematics, 11 12 science, or a related field for at least three years in Washington 13 following completion of their bachelor's degree. The program shall be administered by the nonprofit organization selected as the private 14 15 partner in the public-private partnership.

16 (2) The total annual amount of each GET ready for math and science 17 scholarship may vary, but shall not exceed the annual cost of resident 18 undergraduate tuition fees and mandatory fees at the University of 19 Washington.

(3) An eligible recipient may receive a GET ready for math and 1 2 science scholarship for up to one hundred eighty quarter credits, or the semester equivalent, or for up to five years, whichever comes 3 first. 4

<u>NEW SECTION.</u> Sec. 2. The definitions in this section apply 5 6 throughout this chapter unless the context clearly requires otherwise. 7

(1) "Board" means the higher education coordinating board.

(2) "GET units" means tuition units under the advanced college 8 tuition payment program in chapter 28B.95 RCW. 9

(3) "Institution of higher education" has the same meaning as in 10 11 RCW 28B.10.016.

(4) "Program administrator" means the private nonprofit corporation 12 that is registered under Title 24 RCW and qualified as a tax-exempt 13 entity under section 501(c)(3) of the federal internal revenue code, 14 15 that will serve as the private partner in the public-private 16 partnership under this chapter.

17 (5) "Qualified program" or "qualified major" means a mathematics, science, or related degree program or major line of study offered by an 18 institution of higher education that is included on the list of 19 programs or majors selected by the board and the program administrator 20 21 under section 9 of this act.

NEW SECTION. Sec. 3. (1) An eligible student is a student who: 22 23 (a) Is eligible for resident tuition and fee rates as defined in RCW 28B.15.012; 24

(b) Achieved level four on the mathematics or science portion of 25 the tenth grade Washington assessment of student learning; 26

27 (c) Has a family income at or below one hundred twenty-five percent of the state median family income at the time the student applies for 28 29 a GET ready for math and science scholarship and for up to the two 30 previous years;

(d) Has declared an intention to complete a qualified program or 31 qualified major or has entered a qualified program or declared a 32 qualified major at an institution of higher education; 33

34 (e) Has declared an intention to work in a mathematics, science, or 35 related field in Washington for at least three years immediately 36 following completion of a bachelor's degree or higher degree.

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(2) An eligible recipient is an eligible student who:

2 (a) Enrolls at an institution of higher education within one year3 of graduating from high school;

4 (b) Maintains satisfactory academic progress, as defined by the 5 institution of higher education where the student is enrolled;

6 (c) Takes at least one college-level mathematics or science course 7 each term since enrolling in an institution of higher education; and

8 (d) Enters a qualified program or qualified major no later than the 9 end of the first term in which the student has junior level standing.

10 <u>NEW SECTION.</u> Sec. 4. (1) If the student enrolls in a qualified 11 program or declares a qualified major and the program or major is 12 subsequently removed from the list of qualified programs and qualified 13 majors by the board and the program administrator, the student's 14 eligibility to receive a GET ready for math and science scholarship 15 shall not be affected.

16 (2) If a student who received a GET ready for math and science 17 scholarship ceases to be enrolled in an institution of higher education, withdraws or is no longer enrolled in a qualified program, 18 declares a major that is not a qualified major, or otherwise is no 19 20 longer eligible to receive a GET ready for math and science 21 scholarship, the student shall notify the program administrator as soon as practicable and is not eligible for further GET ready for math and 22 23 science scholarship awards. Such a student shall also repay the amount 24 of the GET ready for math and science scholarship awarded to the student as required by section 5 of this act. 25

26 <u>NEW SECTION.</u> **Sec. 5.** (1) A recipient of a GET ready for math and 27 science scholarship incurs an obligation to repay the scholarship, with 28 interest and an equalization fee, if he or she does not:

(a) Graduate with a bachelor's degree from a qualified program or
 in a qualified major within five years of first enrolling at an
 institution of higher education; and

32 (b) Work in Washington in a mathematics, science, or related 33 occupation full time for at least three years following completion of 34 a bachelor's degree, unless he or she is enrolled in a graduate degree 35 program as provided in subsection (4) of this section.

(2) A former scholarship recipient who has earned a bachelor's 1 2 degree shall annually verify to the board that he or she is working full time in a mathematics, science, or related field for three years. 3 (3) If a former scholarship recipient begins but then stops working 4 5 full time in a mathematics, science, or related field within three years following completion of a bachelor's degree, he or she shall pay 6 7 back a prorated portion of the amount of the GET ready for math and science scholarship award received by the recipient, plus interest and 8 9 a prorated equalization fee.

10 (4) A recipient may postpone for up to three years his or her in-11 state work obligation if he or she enrolls full time in a graduate 12 degree program in mathematics, science, or a related field.

13 <u>NEW SECTION.</u> Sec. 6. The office of the superintendent of public 14 instruction shall:

(1) Notify elementary, middle, junior high, and high school
 students, parents, teachers, counselors, and principals about the GET
 ready for math and science scholarship program;

18 (2) Notify students who achieve level four of the mathematics or 19 science Washington assessment of student learning in tenth grade that 20 they may be eligible to apply for a GET ready for math and science 21 scholarship and provide them with contact information for the program 22 administrator; and

(3) Notify the program administrator and the board, as early as possible during the fall of the students' junior year in high school, of the names and contact information of all students who achieved level four on the mathematics or science Washington assessment of student learning during tenth grade so that the program administrator may provide them with scholarship information.

29 <u>NEW SECTION.</u> Sec. 7. The board shall:

(1) Purchase GET units to be owned and held in trust by the board,
for the purpose of scholarship awards as provided for in this section;
(2) Distribute scholarship funds, in the form of GET units or
through direct payments from the GET ready for math and science
scholarship account, to institutions of higher education on behalf of
eligible recipients identified by the program administrator;

1 (3) Provide the program administrator with annual reports regarding 2 enrollment, contact, and graduation information of GET ready for math 3 and science scholarship recipients, if the recipients have given 4 permission for the board to do so; and

5 (4) Collect repayments from former scholarship recipients who do
6 not meet the eligibility criteria or work obligations.

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<u>NEW SECTION.</u> Sec. 8. The program administrator shall:

8 (1) Solicit and accept grants and donations from private sources to 9 match state funds appropriated for the GET ready for math and science 10 scholarship program;

11 (2) Develop and implement an application, selection, and 12 notification process for awarding GET ready for math and science 13 scholarships;

14 (3) Notify institutions of higher education of scholarship 15 recipients who will attend their institutions and inform them of the 16 terms of the students' eligibility; and

17 (4) Report to private donors on the program outcomes and facilitate 18 contact between scholarship recipients and donors, if the recipients 19 have given the program administrator permission to do so, in order for 20 donors to offer employment opportunities, internships, and career 21 information to recipients.

NEW SECTION. Sec. 9. The board and the program administrator shall jointly determine, on a biennial basis, which undergraduate programs and majors leading to a bachelor's degree in mathematics, science, or a related field, offered by institutions of higher education are qualified programs or qualified majors. The board shall publish the list of qualified programs and qualified majors on its web site.

29 NEW SECTION. Sec. 10. (1) The GET ready for math and science scholarship account is created in the custody of the state treasurer. 30 (2) The board shall deposit into the account all money received for 31 the GET ready for math and science scholarship program from 32 33 appropriations and private sources. The account shall be 34 self-sustaining.

1 (3) Expenditures from the account shall be used for scholarships to 2 eligible students and for purchases of GET units. Purchased GET units 3 shall be owned and held in trust by the board. Expenditures from the 4 account shall be an equal match of state appropriations and private 5 funds raised by the program administrator.

6 (4) With the exception of the operating costs associated with the 7 management of the account by the treasurer's office as authorized in 8 chapter 43.79A RCW, the account shall be credited with all investment 9 income earned by the account.

10 (5) Disbursements from the account are exempt from appropriations11 and the allotment provisions of chapter 43.88 RCW.

12 (6) Disbursements from the account shall be made only on the 13 authorization of the board.

14NEW SECTION.Sec. 11. A new section is added to chapter 28B.9515RCW to read as follows:

Ownership of tuition units purchased by the higher education coordinating board for the GET ready for math and science scholarship program under section 7 of this act shall be in the name of the state of Washington and may be redeemed by the state of Washington on behalf of recipients of GET ready for math and science scholarship program scholarships for tuition and fees.

22 **Sec. 12.** RCW 28B.95.060 and 2000 c 14 s 5 are each amended to read 23 as follows:

(1) The Washington advanced college tuition payment program account
 is created in the custody of the state treasurer. The account shall be
 a discrete nontreasury account retaining its interest earnings in
 accordance with RCW 43.79A.040.

(2)(a) Except as provided in (b) of this subsection, the governing 28 29 body shall deposit in the account all money received for the program. 30 The account shall be self-sustaining and consist of payments received from purchasers of tuition units and funds received from other sources, 31 public or private. With the exception of investment and operating 32 costs associated with the investment of money by the investment board 33 paid under RCW 43.33A.160 and 43.84.160, the account shall be credited 34 35 with all investment income earned by the account. Disbursements from 36 the account are exempt from appropriations and the allotment provisions

of chapter 43.88 RCW. Money used for program administration is subject 1 2 to the allotment of all expenditures. However, an appropriation is not required for such expenditures. Program administration shall include, 3 but not be limited to: The salaries and expenses of the program 4 personnel including lease payments, travel, and goods and services 5 necessary for program operation; contracts for program promotion and 6 7 advertisement, audits, and account management; and other general costs of conducting the business of the program. 8

9 (b) All money received by the program from the higher education 10 coordinating board for the GET ready for math and science scholarship 11 program shall be deposited in the GET ready for math and science 12 scholarship account created in section 10 of this act.

(3) The assets of the account may be spent without appropriation for the purpose of making payments to institutions of higher education on behalf of the qualified beneficiaries, making refunds, transfers, or direct payments upon the termination of the Washington advanced college tuition payment program. Disbursements from the account shall be made only on the authorization of the governing body.

19 (4) With regard to the assets of the account, the state acts in a 20 fiduciary, not ownership, capacity. Therefore the assets of the 21 program are not considered state money, common cash, or revenue to the 22 state.

Sec. 13. RCW 43.79A.040 and 2006 c 311 s 21 and 2006 c 120 s 2 are each reenacted and amended to read as follows:

(1) Money in the treasurer's trust fund may be deposited, invested, and reinvested by the state treasurer in accordance with RCW 43.84.080 in the same manner and to the same extent as if the money were in the state treasury.

(2) All income received from investment of the treasurer's trust
fund shall be set aside in an account in the treasury trust fund to be
known as the investment income account.

32 (3) The investment income account may be utilized for the payment 33 of purchased banking services on behalf of treasurer's trust funds 34 including, but not limited to, depository, safekeeping, and 35 disbursement functions for the state treasurer or affected state 36 agencies. The investment income account is subject in all respects to

1 chapter 43.88 RCW, but no appropriation is required for payments to 2 financial institutions. Payments shall occur prior to distribution of 3 earnings set forth in subsection (4) of this section.

4 (4)(a) Monthly, the state treasurer shall distribute the earnings
5 credited to the investment income account to the state general fund
6 except under (b) and (c) of this subsection.

7 (b) The following accounts and funds shall receive their proportionate share of earnings based upon each account's or fund's 8 average daily balance for the period: The Washington promise 9 10 scholarship account, the college savings program account, the Washington advanced college tuition payment program account, the 11 12 agricultural local fund, the American Indian scholarship endowment 13 fund, the foster care scholarship endowment fund, the foster care endowed scholarship trust fund, the students with dependents grant 14 account, the basic health plan self-insurance reserve account, the 15 contract harvesting revolving account, the Washington state combined 16 17 fund drive account, the commemorative works account, the Washington international exchange scholarship endowment fund, the developmental 18 disabilities endowment trust fund, the energy account, the fair fund, 19 the fruit and vegetable inspection account, the future teachers 20 21 conditional scholarship account, the game farm alternative account, the GET ready for math and science scholarship account, the grain 22 inspection revolving fund, the juvenile accountability incentive 23 24 account, the law enforcement officers' and fire fighters' plan 2 25 expense fund, the local tourism promotion account, the produce railcar pool account, the regional transportation investment district account, 26 27 the rural rehabilitation account, the stadium and exhibition center account, the youth athletic facility account, the self-insurance 28 revolving fund, the sulfur dioxide abatement account, the children's 29 trust fund, the Washington horse racing commission Washington bred 30 owners' bonus fund account, the Washington horse racing commission 31 32 class C purse fund account, the individual development account program account, the Washington horse racing commission operating account 33 (earnings from the Washington horse racing commission operating account 34 35 must be credited to the Washington horse racing commission class C 36 purse fund account), the life sciences discovery fund, and the reading 37 achievement account. However, the earnings to be distributed shall

1 first be reduced by the allocation to the state treasurer's service
2 fund pursuant to RCW 43.08.190.

(c) The following accounts and funds shall receive eighty percent 3 of their proportionate share of earnings based upon each account's or 4 fund's average daily balance for the period: The advanced right of way 5 revolving fund, the advanced environmental mitigation revolving б 7 account, the city and county advance right-of-way revolving fund, the federal narcotics asset forfeitures account, the high occupancy vehicle 8 9 account, the local rail service assistance account, and the miscellaneous transportation programs account. 10

(5) In conformance with Article II, section 37 of the state Constitution, no trust accounts or funds shall be allocated earnings without the specific affirmative directive of this section.

14 <u>NEW SECTION.</u> Sec. 14. Sections 1 through 10 of this act 15 constitute a new chapter in Title 28B RCW.

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