SENATE BILL 5606

State of Washington 61st Legislature 2009 Regular Session

By Senators Kastama, Shin, and Murray

Read first time 01/27/09. Referred to Committee on Higher Education & Workforce Development.

1 AN ACT Relating to creating the Washington investment in student 2 excellence scholarship program; amending RCW 67.70.240; and adding a 3 new chapter to Title 28B RCW.

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

5 <u>NEW SECTION.</u> Sec. 1. (1) The higher education coordinating board 6 shall design the Washington investment in student excellence 7 scholarship program in accordance with this chapter. The board shall:

8 (a) Develop and implement a student application, selection, and 9 notification process for scholarships;

(b) Track scholarship recipients to ensure continued eligibilityand determine student compliance for awarding scholarships; and

(c) Distribute scholarship funds to institutions of higher
education on behalf of scholarship recipients identified by the board
as long as recipients remain eligible.

15

(2) The board shall adopt rules to implement this chapter.

16 <u>NEW SECTION.</u> Sec. 2. The definitions in this section apply 17 throughout this chapter unless the context clearly requires otherwise.

1 (1) "Continuing student" means a student who has attempted more 2 than three semester hours, or the quarter equivalent, at a public or 3 private institution of higher education after graduating from a public 4 high school, approved private high school under chapter 28A.195 RCW, or 5 who received home-based instruction under chapter 28A.200 RCW.

6 (2) "Eligible student" means a full or part-time student seeking 7 his or her first associate, baccalaureate, or professional degree at a 8 public or private institution of higher education who:

(a) Is an entering student who graduated with at least a 3.0 grade 9 10 point average from a public high school or approved private high school under chapter 28A.195 RCW, who received home-based instruction under 11 12 chapter 28A.200 RCW, or is a continuing student who maintains a 13 cumulative 3.0 grade point average at the public or private institution 14 of higher education. A student who received home-based instruction must equal or exceed a cumulative scholastic assessment test I score of 15 twelve hundred on his or her first attempt or must equal or exceed a 16 17 composite American college test score of twenty-seven on his or her 18 first attempt;

19

20

(b) Is a resident student as defined in RCW 28B.15.012(2);

(c) Has no felony convictions or adjudications; and

(d) Continues to make satisfactory academic progress at the publicor private institution of higher education.

(3) "Entering student" means a student who has never attended apublic or private institution of higher education.

25 (4) "Grade point average" means the numbered grade average 26 calculated using a 4.0 point scale.

(5) "Public or private institution of higher education" means an institution of higher education as defined in RCW 28B.10.016 and any other university, college, school, or institute in the state of Washington offering instruction beyond the high school level that is a member of an accrediting association recognized by rule of the higher education coordinating board.

33 <u>NEW SECTION.</u> Sec. 3. (1) The higher education coordinating board, 34 the workforce training and education coordinating board, and the 35 economic development commission shall identify high employer demand 36 programs of study. Within available funds, eligible students enrolling 37 in high employer demand programs of study may be eligible to receive a

scholarship of up to five thousand dollars per year for full-time
 attendance at a public or private institution of higher education.
 Part-time students shall receive a prorated scholarship amount.

4 (2)(a) Within available funds, an eligible student shall receive a 5 scholarship of up to two thousand five hundred dollars per year for 6 full-time attendance at a public or private institution of higher 7 education. Part-time students shall receive a prorated scholarship 8 amount.

9 (b) A student who was an eligible student, but who did not maintain 10 a 3.0 grade point average at the public or private institution of 11 higher education, may requalify for a Washington investment in student 12 excellence scholarship if the student regains a 3.0 cumulative grade 13 point average.

14 Sec. 4. The Washington investment in student NEW SECTION. excellence scholarship account is created in the custody of the state 15 16 treasurer. All receipts received from the state lottery account for 17 the Washington investment in student excellence scholarship program 18 must be deposited in the account. Expenditures from the account may be used only for the Washington investment in student excellence 19 20 scholarship program. Only the director of the higher education 21 coordinating board or the director's designee may authorize 22 expenditures from the account. The account is subject to the allotment 23 procedures under chapter 43.88 RCW, but an appropriation is not required for expenditures. 24

25 **Sec. 5.** RCW 67.70.240 and 2001 c 3 s 4 are each amended to read as 26 follows:

27 The moneys in the state lottery account shall be used only:

(1) For the payment of prizes to the holders of winning lotterytickets or shares;

30 (2) For purposes of making deposits into the reserve account 31 created by RCW 67.70.250 and into the lottery administrative account 32 created by RCW 67.70.260;

(3) For purposes of making deposits into the education construction
fund and student achievement fund created in RCW 43.135.045 <u>and the</u>
<u>Washington investment in student excellence scholarship account created</u>
<u>in section 4 of this act</u>. ((For the transition period from July 1,

2001, until and including June 30, 2002, fifty percent of the moneys 1 2 not otherwise obligated under this section shall be placed in the student achievement fund and fifty percent of these moneys shall be 3 4 placed in the education construction fund. On and after July 1, 2002, until June 30, 2004, seventy-five percent of these moneys shall be 5 б placed in the student achievement fund and twenty-five percent shall be 7 placed in the education construction fund. On and after July 1, 2004, 8 all deposits not otherwise obligated under this section shall be placed 9 in the education construction fund.)) On and after July 1, 2009, the moneys shall be placed in the Washington college bound scholarship 10 account in an amount to fully fund Washington college bound 11 scholarships and the remainder shall be placed in the Washington 12 investment in student excellence scholarship account. Moneys in the 13 state lottery account deposited in the ((education construction fund 14 and the student achievement fund)) Washington college bound scholarship 15 account and the Washington investment in student excellence scholarship 16 account are included in "general state revenues" under RCW 39.42.070; 17

18 (4) For distribution to a county for the purpose of paying the 19 principal and interest payments on bonds issued by the county to 20 construct a baseball stadium, as defined in RCW 82.14.0485, including 21 reasonably necessary preconstruction costs. Three million dollars 22 shall be distributed under this subsection during calendar year 1996. 23 During subsequent years, such distributions shall equal the prior 24 year's distributions increased by four percent. Distributions under this subsection shall cease when the bonds issued for the construction 25 26 of the baseball stadium are retired, but not more than twenty years 27 after the tax under RCW 82.14.0485 is first imposed;

(5) For distribution to the stadium and exhibition center account, 28 43.99N.060. 29 created in RCW Subject to the conditions of RCW 30 43.99N.070, six million dollars shall be distributed under this subsection during the calendar year 1998. During subsequent years, 31 such distribution shall equal the prior year's distributions increased 32 by four percent. No distribution may be made under this subsection 33 after December 31, 1999, unless the conditions for issuance of the 34 35 bonds under RCW 43.99N.020(2) are met. Distributions under this 36 subsection shall cease when the bonds are retired, but not later than 37 December 31, 2020;

1 (6) For the purchase and promotion of lottery games and game-2 related services; and

3 (7) For the payment of agent compensation.

The office of financial management shall require the allotment of all expenses paid from the account and shall report to the ways and means committees of the senate and house of representatives any changes in the allotments.

8 <u>NEW SECTION.</u> **Sec. 6.** Sections 1 through 4 of this act constitute 9 a new chapter in Title 28B RCW.

--- END ---