SECOND SUBSTITUTE HOUSE BILL 1512

State of Washington 65th Legislature 2017 Regular Session

By House Appropriations (originally sponsored by Representatives Bergquist, Stambaugh, McBride, Gregerson, Slatter, Frame, Macri, Peterson, Hudgins, Pollet, Orwall, Doglio, Appleton, Fitzgibbon, Goodman, Farrell, and Stanford)

READ FIRST TIME 02/24/17.

- AN ACT Relating to expanding college bound 1 scholarship
- 2 eligibility; amending RCW 28B.118.010, 28B.118.040, and 28B.118.090;
- 3 and creating a new section.
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON: 4
- RCW 28B.118.010 and 2015 3rd sp.s. c 36 s 8 are each 5 Sec. 1. 6 amended to read as follows:
- 7 The office of student financial assistance shall design the Washington college bound scholarship program in accordance with this 8 section and in alignment with the state need grant program in chapter
- 9 10 28B.92 RCW unless otherwise provided in this section.
- 11 (1) "Eliqible students" are those students who:
- 12 (a) Qualify for free or reduced-price lunches. 13 (i) If a student qualifies in the seventh or eighth grade, the
- 14 student remains eligible even if the student does not receive free or
- reduced-price lunches thereafter; 15
- 16 (ii) Beginning in the 2017-18 academic year, if a student
- 17 qualifies for free or reduced-price lunches in the ninth grade and
- was previously ineligible during the seventh or eighth grade while he 18
- or she was a student in Washington, the student is eligible for the 19
- college bound scholarship program; or 20

2SHB 1512 p. 1

- (iii) Beginning in the 2018-19 academic year, if a student qualifies for free or reduced-price lunches in the tenth grade and was previously ineligible during the seventh or eighth grade while he or she was a student in Washington, the student is eligible for the college bound scholarship program; or
 - (b) Are dependent pursuant to chapter 13.34 RCW and:
 - (i) In grade seven through twelve; or

- 8 (ii) Are between the ages of eighteen and twenty-one and have not 9 graduated from high school.
 - (2) Eligible students shall be notified of their eligibility for the Washington college bound scholarship program ((beginning)) in their seventh, eighth, ninth, and tenth grade years. Students shall also be notified of the requirements for award of the scholarship.
 - (3)(a) To be eligible for a Washington college bound scholarship, a student eligible under subsection (1)(a)(i) of this section must sign a pledge during seventh or eighth grade ((that includes)) or a student eligible under subsection (1)(a)(ii) or (1)(a)(iii) of this section must sign a pledge during ninth or tenth grade. The pledge must include a commitment to graduate from high school with at least a C average and with no felony convictions. The pledge must be witnessed by a parent or guardian and forwarded to the office of student financial assistance by mail or electronically, as indicated on the pledge form.
 - (b) A student eligible under subsection (1)(b) of this section shall be automatically enrolled, with no action necessary by the student or the student's family, and the enrollment form must be forwarded by the department of social and health services to the ((higher education coordinating board or its successor)) student achievement council by mail or electronically, as indicated on the form.
 - (4)(a) Scholarships shall be awarded to eligible students graduating from public high schools, approved private high schools under chapter 28A.195 RCW, or who received home-based instruction under chapter 28A.200 RCW.
 - (b)(i) To receive the Washington college bound scholarship, a student must graduate with at least a "C" average from a public high school or an approved private high school under chapter 28A.195 RCW in Washington or have received home-based instruction under chapter 28A.200 RCW, must have no felony convictions, and must be a resident student as defined in RCW 28B.15.012(2) (a) through (d).

p. 2 2SHB 1512

(ii) For a student who does not meet the "C" average requirement, and who completes fewer than two quarters in the running start program, under chapter 28A.600 RCW, the student's first quarter of running start course grades must be excluded from the student's overall grade point average for purposes of determining their eligibility to receive the scholarship.

- (5) A student's family income will be assessed upon graduation before awarding the scholarship.
- (6) If at graduation from high school the student's family income does not exceed ((sixty-five)) seventy percent of the state median family income, scholarship award amounts shall be as provided in this section.
- (a) For students attending two or four-year institutions of higher education as defined in RCW 28B.10.016, the value of the award shall be (i) the difference between the student's tuition and required fees, less the value of any state-funded grant, scholarship, or waiver assistance the student receives; (ii) plus five hundred dollars for books and materials.
- (b) For students attending private four-year institutions of higher education in Washington, the award amount shall be the representative average of awards granted to students in public research universities in Washington or the representative average of awards granted to students in public research universities in Washington in the 2014-15 academic year, whichever is greater.
 - (c) For students attending private vocational schools in Washington, the award amount shall be the representative average of awards granted to students in public community and technical colleges in Washington or the representative average of awards granted to students in public community and technical colleges in Washington in the 2014-15 academic year, whichever is greater.
- 31 (7) Recipients may receive no more than four full-time years' 32 worth of scholarship awards.
 - (8) Institutions of higher education shall award the student all need-based and merit-based financial aid for which the student would otherwise qualify. The Washington college bound scholarship is intended to replace unmet need, loans, and, at the student's option, work-study award before any other grants or scholarships are reduced.
- 38 (9) The first scholarships shall be awarded to students 39 graduating in 2012.

p. 3 2SHB 1512

- 1 (10) The state of Washington retains legal ownership of tuition units awarded as scholarships under this chapter until the tuition units are redeemed. These tuition units shall remain separately held 3 from any tuition units owned under chapter 28B.95 RCW by a Washington 4 college bound scholarship recipient. 5
- 6 (11) The scholarship award must be used within five years of 7 receipt. Any unused scholarship tuition units revert to the Washington college bound scholarship account. 8
- (12) Should the recipient terminate his or her enrollment for any 9 reason during the academic year, the unused portion of 10 11 scholarship tuition units shall revert to the Washington college 12 bound scholarship account.
- 13 Sec. 2. RCW 28B.118.040 and 2015 c 244 s 4 are each amended to read as follows: 14

The office of student financial assistance shall:

2

15

16 17

18

19 20

21

22

23 24

25

26 27

28

29 30

31

32

33

34

35

36

- (1) With the assistance of the office of the superintendent of public instruction, implement and administer the Washington college bound scholarship program;
- (2) Develop and distribute, to all schools with students enrolled in grades seven ((or eight)) through ten, a pledge form that can be completed and returned electronically or by mail by the student or the school to the office of student financial assistance;
- (3) Develop and implement a student application, selection, and notification process for scholarships, which includes working with other state agencies, law enforcement, or the court system to verify that eligible students do not have felony convictions;
- (4) Annually in March, with the assistance of the office of the superintendent of public instruction, distribute to tenth grade college bound scholarship students and their families: Notification that, to qualify for the scholarship, a student's family income may not exceed ((sixty-five)) seventy percent of the state median family income at graduation from high school; (b) the current year's value for ((sixty-five)) seventy percent of the state median family income; and (c) a statement that a student should consult their school counselor if their family makes, or is projected to make, more than this value before the student graduates;
- (5) Develop comprehensive social media outreach with grade-level 37 specific information designed to keep students on track to graduate 38 and leverage current tools such as the high school and beyond plan 39

p. 4 2SHB 1512 required by the state board of education and the ready set grad web site maintained by the student achievement council;

- (6) Track scholarship recipients to ensure continued eligibility and determine student compliance for awarding of scholarships;
- (7) Within existing resources, collaborate with college access providers and K-12, postsecondary, and youth-serving organizations to map and coordinate mentoring and advising resources across the state;
- (8) Subject to appropriation, deposit funds into the state educational trust fund;
- (9) Purchase tuition units under the advanced college tuition payment program in chapter 28B.95 RCW to be owned and held in trust by the ((board)) student achievement council, for the purpose of scholarship awards as provided for in this section; and
- (10) Distribute scholarship funds, in the form of tuition units purchased under the advanced college tuition payment program in chapter 28B.95 RCW or through direct payments from the state educational trust fund, to institutions of higher education on behalf of scholarship recipients identified by the office, as long as recipients maintain satisfactory academic progress.
- **Sec. 3.** RCW 28B.118.090 and 2015 c 244 s 6 are each amended to 21 read as follows:
 - (1) Beginning January 1, 2015, and at a minimum every year thereafter, the student achievement council and all institutions of higher education eligible to participate in the college bound scholarship program shall ensure data needed to analyze and evaluate the effectiveness of the college bound scholarship program is promptly transmitted to the education data center created in RCW 43.41.400 so that it is available and easily accessible. The data to be reported should include but not be limited to:
- 30 (a) The number of students who sign up for the college bound 31 scholarship program in seventh or eighth grade, or in ninth or tenth 32 grade;
- 33 (b) The number of college bound scholarship students who graduate 34 from high school;
- 35 (c) The number of college bound scholarship students who enroll in postsecondary education;
- (d) Persistence and completion rates of college bound scholarshiprecipients disaggregated by institutions of higher education;
 - (e) College bound scholarship recipient grade point averages;

p. 5 2SHB 1512

- 1 (f) The number of college bound scholarship recipients who did 2 not remain eligible and reasons for ineligibility;
 - (g) College bound scholarship program costs; and
 - (h) Impacts to the state need grant program.

3

4

- 5 (2) Beginning May 12, 2015, and at a minimum every December 1st 6 thereafter, the student achievement council shall submit student unit 7 record data for the college bound scholarship program applicants and 8 recipients to the education data center.
- 9 <u>NEW SECTION.</u> **Sec. 4.** If specific funding for the purposes of 10 this act, referencing this act by bill or chapter number, is not 11 provided by June 30, 2017, in the omnibus appropriations act, this 12 act is null and void.

--- END ---

p. 6 2SHB 1512