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## ENGROSSED SUBSTITUTE SENATE BILL 5448

State of Washington 58th Legislature 2003 Regular Session

By Senate Committee on Higher Education (originally sponsored by Senators Carlson, Kohl-Welles, Mulliken, Horn, Brown and Schmidt; by request of Governor Locke)

READ FIRST TIME 03/05/03.

- 1 AN ACT Relating to tuition-setting authority at institutions of
- 2 higher education; amending RCW 28B.15.031, 28B.15.066, 28B.15.067,
- 3 28B.15.069, and 28B.15.100; and creating a new section.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 <u>NEW SECTION.</u> **Sec. 1.** The legislature finds that, as a partner in
- financing public higher education with students and parents who pay tuition and fees, periodic increases in state funding, state financial
- 8 aid, and tuition must be authorized to provide high quality higher
- 9 education for the citizens of Washington. It is the intent of the
- 10 legislature to address higher education through a cooperative
- 11 bipartisan effort that includes the legislative and executive branches
- 12 of government, parents, students, educators, as well as business,
- 13 labor, and community leaders. The legislature recognizes the
- importance of keeping the public commitment to public higher education
- 15 and will continue searching for policies that halt the trend for the
- 16 growth in tuition revenue to outpace the revenue provided by the state.
- 17 The legislature believes that a well-educated citizenry is essential to
- 18 both the private and the public good. The economic and civic health of
- 19 the state require both an educated citizenry and a well-trained work

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force. The six-year time limitation authorizing the governing boards 1 2 to establish tuition rates for all students other than undergraduate resident students will give the legislature, the governor, and the 3 higher education institutions an opportunity to determine whether this 4 5 policy achieves the goal of maintaining quality and access for all who are eligible for and can benefit from a higher education. Using data 6 7 from six years of this tuition policy, the state will be able to identify options for long-term funding of higher education including 8 9 not only tuition but general fund and financial aid sources.

## Sec. 2. RCW 28B.15.031 and 1996 c 142 s 2 are each amended to read as follows:

The term "operating fees" as used in this chapter shall include the fees, other than building fees, charged all students registering at the state's colleges and universities but shall not include fees for short courses, self-supporting degree credit programs and courses, marine station work, experimental station work, correspondence or extension courses, and individual instruction and student deposits or rentals, disciplinary and library fines, which colleges and universities shall have the right to impose, laboratory, gymnasium, health, technology and student activity fees, or fees, charges, rentals, and other income derived from any or all revenue producing lands, buildings and facilities of the colleges or universities heretofore or hereafter acquired, constructed or installed, including but not limited to income from rooms, dormitories, dining rooms, hospitals, infirmaries, housing or student activity buildings, vehicular parking facilities, land, or the appurtenances thereon, or such other special fees as may be established by any college or university board of trustees or regents from time to time. All moneys received as operating fees at any institution of higher education shall be deposited in a local account containing only operating fees revenue and related interest: PROVIDED, That a minimum of three and one-half percent of operating fees shall be retained by the institutions((, except the technical colleges,)) for the purposes of RCW 28B.15.820. Local operating fee accounts shall not be subject to appropriation by the legislature or allotment procedures under chapter 43.88 RCW.

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1 **Sec. 3.** RCW 28B.15.066 and 2000 c 152 s 2 are each amended to read 2 as follows:

It is the intent of the legislature that:

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In making appropriations from the state's general fund to institutions of higher education, each appropriation shall conform to the following:

- (1) The appropriation shall not be reduced by the amount of operating fees revenue estimated to be collected from students enrolled at the state-funded enrollment level specified in the omnibus biennial operating appropriations act;
- (2) The appropriation shall not be reduced by the amount of operating fees revenue collected from students enrolled above the state-funded level((, but within the over-enrollment limitations,)) specified in the omnibus biennial operating appropriations act; and
- (3) The general fund state appropriation shall not be reduced by the amount of operating fees revenue collected as a result of waiving less operating fees revenue than the amounts authorized under RCW 28B.15.910. State general fund appropriations shall not be provided for revenue foregone as a result of or for waivers granted under RCW 28B.15.915.
- 21 **Sec. 4.** RCW 28B.15.067 and 1997 c 403 s 1 are each amended to read 22 as follows:
- 23 (1) Tuition fees shall be established under the provisions of this 24 chapter.
  - (2) ((Academic year tuition for full-time students at the state's institutions of higher education for the 1997-98 academic year, other than the summer term, shall be as provided in this subsection.
- 28 (a) At the University of Washington and Washington State
  29 University:
- (i) For resident undergraduate students and other resident students
  not in graduate, law, or first professional programs, two thousand nine
  hundred eighty eight dollars;
- (ii)(A) For nonresident undergraduate students and other nonresident students at the University of Washington not in graduate, law, or first professional programs, ten thousand two hundred seventyeight dollars;

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- (B) For nonresident undergraduate students and other nonresident students at Washington State University not in graduate or first professional programs, nine thousand eight hundred seventy dollars;
- (iii) For resident graduate students, four thousand eight hundred fifty-four dollars;
- 6 (iv) For nonresident graduate students, twelve thousand five 7 hundred eighty eight dollars;
  - (v) For resident law students, five thousand ten dollars;
- 9 (vi) For nonresident law students, twelve thousand nine hundred 10 fifteen dollars;
- 11 (vii) For resident first professional students, eight thousand one 12 hundred twelve dollars; and
- 13 (viii) For nonresident first professional students, twenty-one 14 thousand twenty-four dollars.
  - (b) At the regional universities and The Evergreen State College:
- (i) For resident undergraduate and all other resident students not
  in graduate programs, two thousand two hundred eleven dollars;
- (ii) For nonresident undergraduate and all other nonresident students not in graduate programs, eight thousand six hundred forty-six dollars;
- 21 (iii) For resident graduate students, three thousand seven hundred 22 twenty-six dollars; and
- 23 (iv) For nonresident graduate students, eleven thousand nine 24 hundred seventy-six dollars.
- 25 (c) At the community colleges:

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- 26 (i) For resident students, one thousand three hundred eleven 27 dollars; and
- 28 (ii) For nonresident students, five thousand five hundred eighty-29 six dollars.
  - (3) Academic year tuition for full time students at the state's institutions of higher education beginning with the 1998-99 academic year, other than the summer term, shall be as provided in this subsection unless different rates are adopted in the omnibus appropriations act.
- 35 (a) At the University of Washington and Washington State 36 University:
- 37 (i) For resident undergraduate students and other resident students

- not in graduate, law, or first professional programs, three thousand
  one hundred eight dollars;
  - (ii)(A) For nonresident undergraduate students and other nonresident students at the University of Washington not in graduate, law, or first professional programs, eleven thousand one hundred thirty dollars;
    - (B) For nonresident undergraduate students and other nonresident students at Washington State University not in graduate or first professional programs, ten thousand two hundred sixty six dollars;
- 10 (iii) For resident graduate students, five thousand forty-six
  11 dollars;
- 12 (iv) For nonresident graduate students, thirteen thousand ninety13 two dollars;
- 14 (v) For resident law students, five thousand three hundred seventy15 six dollars;
- 16 (vi) For nonresident law students, thirteen thousand seven hundred 17 eighty two dollars;
- 18 (vii) For resident first professional students, eight thousand four 19 hundred thirty-six dollars; and
- 20 (viii) For nonresident first professional students, twenty one 21 thousand eight hundred sixty four dollars.
- 22 (b) At the regional universities and The Evergreen State College:
- 23 (i) For resident undergraduate and all other resident students not 24 in graduate programs, two thousand two hundred ninety eight dollars;
  - (ii) For nonresident undergraduate and all other nonresident students not in graduate programs, eight thousand nine hundred ninety-one dollars;
  - (iii) For resident graduate students, three thousand eight hundred seventy six dollars; and
- 30 (iv) For nonresident graduate students, twelve thousand four 31 hundred fifty six dollars.
  - (c) At the community colleges:

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- 33 (i) For resident students, one thousand three hundred sixty-two
  34 dollars; and
- 35 (ii) For nonresident students, five thousand eight hundred eight 36 dollars.
- 37 (4) For the 1997-98 and 1998-99 academic years, the University of Washington shall use at least ten percent of the revenue received from

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1 the difference between a four percent increase in tuition fees and the 2 actual increase charged to law students to assist needy low and middleincome resident law students. For the 1997-98 and 1998-99 academic 3 years, the University of Washington shall use at least ten percent of 4 the revenue received from the difference between a four percent 5 increase in tuition fees and the actual increase charged to nonresident 6 undergraduate students and all other nonresident students not in 7 8 graduate, law, or first professional programs to assist needy low and middle-income resident undergraduate students and all other resident 9 students not enrolled in graduate, law, or first professional programs. 10 This requirement is in addition to the deposit requirements of the 11 12 institutional aid fund under RCW 28B.15.820.

- (5))) Beginning with the 2003-04 academic year and ending with the 2008-09 academic year, reductions or increases in full-time tuition fees for resident undergraduates shall be as provided in the omnibus appropriations act.
- (3) Beginning with the 2003-04 academic year and ending with the 2008-09 academic year, the governing boards of the state universities, the regional universities, The Evergreen State College, and the state board for community and technical colleges may reduce or increase full-time tuition fees for all students other than resident undergraduates, including summer school students and students in other self-supporting degree programs. Percentage increases in full-time tuition fees may exceed the fiscal growth factor. Reductions or increases may be made for all or portions of an institution's programs, campuses, courses, or students.
- (4) Academic year tuition for full-time students at the state's institutions of higher education beginning with 2009-10, other than summer term, shall be as charged during the 2008-09 academic year unless different rates are adopted by the legislature.
- 31 <u>(5)</u> The tuition fees established under this chapter shall not apply 32 to high school students enrolling in participating institutions of 33 higher education under RCW 28A.600.300 through ((28A.600.395)) 34 28A.600.400.
- 35 (6) For the academic years 2003-04 through 2008-09, the University
  36 of Washington shall use an amount equivalent to ten percent of all
  37 revenues received as a result of law school tuition increases beginning

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- in academic year 2000-01 through academic year 2008-09 to assist needy
  low and middle income resident law students.
- 3 (7) For the academic years 2003-04 through 2008-09, institutions of 4 higher education shall use an amount equivalent to ten percent of all
- 5 revenues received as a result of graduate academic school tuition
- 6 <u>increases beginning in academic year 2003-04 through academic year</u>
- 7 2008-09 to assist needy low and middle-income resident graduate
- 8 <u>academic students.</u>

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- 9 **Sec. 5.** RCW 28B.15.069 and 1997 c 403 s 2 are each amended to read 10 as follows:
- 11 (1) ((As used in this section, each of the following subsections is 12 a separate tuition category:
- 13 (a) Resident undergraduate students and all other resident students
  14 not in first professional, graduate, or law programs;
- 15 (b) Nonresident undergraduate students and all other nonresident 16 students not in first professional graduate or law programs;
  - (c) Resident graduate students;
- 18 (d) Resident law students;
- 19 (e) Nonresident graduate students;
- 20 (f) Nonresident law students;
- 21 (g) Resident first professional students; and
- 22 (h) Nonresident first professional students.
  - (2) Unless the context clearly requires otherwise, as used in this section "first professional programs" means programs leading to one of the following degrees: Doctor of medicine, doctor of dental surgery, or doctor of veterinary medicine.
    - (3))) The building fee for each academic year shall be a percentage of total tuition fees. This percentage shall be calculated by the higher education coordinating board and be based on the actual percentage the building fee is of total tuition for each tuition category in the 1994-95 academic year, rounded up to the nearest half percent.
- ((\(\frac{(4+)}{4}\))) (2) The governing boards of each institution of higher education, except for the technical colleges, shall charge to and collect from each student a services and activities fee. A governing board may increase the existing fee annually, consistent with budgeting procedures set forth in RCW 28B.15.045, by a percentage not to exceed

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- the annual percentage increase in student tuition fees for ((the applicable tuition category)) resident undergraduate students: PROVIDED, That such percentage increase shall not apply to that portion of the services and activities fee previously committed to the repayment of bonded debt. These rate adjustments may exceed the fiscal growth factor. For the 2003-04 academic year, the services and activities fee shall be based upon the resident undergraduate services and activities fee in 2002-03. The services and activities fee committee provided for in RCW 28B.15.045 may initiate a request to the governing board for a fee increase.
  - (((5))) (3) Tuition and services and activities fees consistent with subsection (((4))) (2) of this section shall be set by the state board for community and technical colleges for community college summer school students unless the community college charges fees in accordance with RCW 28B.15.515.
  - ((<del>(6)</del>)) <u>(4)</u> Subject to the limitations of RCW 28B.15.910, each governing board of a community college may charge such fees for ungraded courses, noncredit courses, community services courses, and self-supporting courses as it, in its discretion, may determine, consistent with the rules of the state board for community and technical colleges.
- **Sec. 6.** RCW 28B.15.100 and 1999 c 321 s 2 are each amended to read 23 as follows:
  - (1) The governing boards of the state universities, the regional universities, The Evergreen State College, and the community colleges shall charge to and collect from each of the students registering at the particular institution for any quarter or semester such tuition fees and services and activities fees, and other fees as such board shall in its discretion determine. The total of all fees shall be rounded to the nearest whole dollar amount: PROVIDED, That such tuition fees ((for other than the summer term)) shall be ((in the amounts for the respective institutions as otherwise set forth in)) established in accordance with RCW 28B.15.067.
  - (2) Part-time students shall be charged tuition and services and activities fees proportionate to full-time student rates established for residents and nonresidents: PROVIDED, That except for students registered at community colleges, students registered for fewer than

two credit hours shall be charged tuition and services and activities fees at the rate established for two credit hours: PROVIDED FURTHER, That, subject to the limitations of RCW 28B.15.910, residents of Idaho or Oregon who are enrolled in community college district number twenty for six or fewer credits during any quarter or semester may be exempted from payment of all or a portion of the nonresident tuition fees differential upon a declaration by the higher education coordinating board that it finds Washington residents from the community college district are afforded substantially equivalent treatment by such other states.

(3) Full-time students registered for more than eighteen credit hours shall be charged an additional operating fee for each credit hour in excess of eighteen hours at the applicable established per credit hour tuition fee rate for part-time students: PROVIDED, That, subject to the limitations of RCW 28B.15.910, the governing boards of the state universities and the community colleges may exempt all or a portion of the additional charge, for students who are registered exclusively in first professional programs in medicine, dental medicine, veterinary medicine, doctor of pharmacy, or law, or who are registered exclusively in required courses in vocational preparatory programs.

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