HOUSE BILL REPORT HB 1565

As Reported by House Committee On:

Postsecondary Education & Workforce

Title: An act relating to the Washington dual enrollment scholarship.

Brief Description: Continuing the Washington dual enrollment scholarship.

Sponsors: Representatives Paul, Pollet, Ramel, Reed, Santos, Doglio and Fosse.

Brief History:

Committee Activity:

Postsecondary Education & Workforce: 2/5/25, 2/11/25 [DPS].

Brief Summary of Substitute Bill

- Expands eligibility and criteria for the Washington Dual Enrollment Scholarship Pilot Program (Pilot Program).
- Extends the expiration of the Pilot Program to July 1, 2032.

HOUSE COMMITTEE ON POSTSECONDARY EDUCATION & WORKFORCE

Majority Report: The substitute bill be substituted therefor and the substitute bill do pass. Signed by 13 members: Representatives Paul, Chair; Nance, Vice Chair; McEntire, Assistant Ranking Minority Member; Entenman, Keaton, Leavitt, Mendoza, Pollet, Reed, Salahuddin, Schmidt, Thomas and Timmons.

Minority Report: Do not pass. Signed by 1 member: Representative Rude.

Minority Report: Without recommendation. Signed by 2 members: Representatives Graham and Ley.

Staff: Elizabeth Allison (786-7129).

House Bill Report - 1 - HB 1565

This analysis was prepared by non-partisan legislative staff for the use of legislative members in their deliberations. This analysis is not part of the legislation nor does it constitute a statement of legislative intent.

Background:

Dual Credit Programs.

Dual credit programs allow high school students to earn high school and postsecondary credit at the same time. Dual credit programs can be course-based or exam-based. Course-based dual credit programs can be offered at an institution of higher education, for example the Running Start Program, or at a high school, for example the College in the High School program and the Career and Technical Education Dual Credit Program.

Washington Dual Enrollment Scholarship Pilot Program.

The Washington Dual Enrollment Scholarship Pilot Program (Pilot Program) was established in 2019 for students who qualify for free or reduced-price lunch, are enrolled in one or more dual credit programs, and have at least a 2.0 grade point average to receive a scholarship.

Under the Pilot Program, the Office of Student Financial Assistance (Office) within the Washington Student Achievement Council may provide scholarships for Running Start students. The award must cover mandatory fees, prorated based on credit load, course fees and laboratory fees, a textbook voucher to be used at the institution's bookstore, and apprenticeship materials. The textbook voucher must be worth \$10 for each credit per quarter the student is enrolled, up to a maximum of 15 credits per quarter or the equivalent, per year.

The Joint Legislative Audit and Review Committee must conduct a sunset review of the Pilot Program, and if the Pilot Program is not renewed by the Legislature following the sunset review, the Pilot Program is set to expire July 1, 2025.

Summary of Substitute Bill:

Eligibility for a scholarship under the Pilot Program is expanded to include students who qualify for food benefits under state public assistance, the College Bound Scholarship, and the Washington College Grant. Eligibility for these programs must be established through attestation or other means established by the Office. The requirement that a student have a minimum grade point average of 2.0 to participate is removed.

The textbook voucher is changed to a voucher for required course books, materials, and supplies. The maximum amount and credit load is removed. The amount of the voucher is to be determined by the Office in consultation with the State Board for Community and Technical Colleges (SBCTC) and participating institutions of higher education. Apprenticeship materials are expanded to include professional technical program materials and preapprenticeship program materials. If sufficient funding is available after those materials are covered, a basic needs stipend for food and transportation may be provided. The amount of the basic needs stipend must be determined by the Office in consultation

House Bill Report - 2 - HB 1565

with the SBCTC and participating institutions, and institutions must report to the Office on the basic needs category for which the stipend was used.

The Office is directed to adopt rules to implement the Pilot Program by January 1, 2026. The rules must, at minimum, include requirements for grade point average, income eligibility, and allowed costs and expenses. The Office must also develop guidance and other technical assistance for implementing the rules.

Each participating institution must provide eligible students with access to the maximum scholarship awards by accurately tracking costs and expenses, adhering to program rules, following guidelines, and making use of technical assistance.

By October 30 and annually thereafter, the Office is required to submit a report to the Legislature with a summary of the amounts and purposes for which scholarships were awarded under the Pilot Program.

An appropriation of \$750,000 is made for fiscal years 2026 and 2027 to administer the Pilot Program. The Pilot Program expiration is extended to July 1, 2032.

Substitute Bill Compared to Original Bill:

The substitute bill clarifies that the Dual Enrollment Scholarship is only for Running Start students. Eligibility is expanded to include students on state public assistance for food benefits.

Appropriation: An appropriation of \$750,000 is made.

Fiscal Note: Available. New fiscal note requested on February 11, 2025.

Effective Date of Substitute Bill: The bill takes effect 90 days after adjournment of the session in which the bill is passed.

Staff Summary of Public Testimony:

(In support) This Pilot Program was started five years ago to lower costs. Dual enrollment usually includes College in the High School and Running Start. College in the High School is now free, so it is no longer included in this scholarship. Running Start is a great program, and it allows students to graduate from high school and earn an associate degree in the same weekend. It is tuition free, but students still pay for student fees and textbooks and materials. The program should be continued for another five years. The bill covers costs for students who are economically disadvantaged. It gives them tools to participate in courses, which would provide more Washington students access to education. There should be an amendment to have language ensuring that the scholarship is intended for students in

Running Start only. The top priority of the SBCTC is to maintain a sustainable operating budget for its system. Much of this program can be done remotely. Kids should not be set up for failure. Students need to be admitted to the college, and they need to be qualified. A dorm and cafeteria for these students would go far toward helping them.

(Opposed) None.

Persons Testifying: Representative Dave Paul, prime sponsor; John Axtell; and Stephanie Rock, Washington State Board for Community and Technical Colleges.

Persons Signed In To Testify But Not Testifying: None.

House Bill Report - 4 - HB 1565