SECOND REGULAR SESSION SENATE COMMITTEE SUBSTITUTE FOR

SENATE BILL NO. 733

95TH GENERAL ASSEMBLY

Reported from the Committee on Education, March 25, 2010, with recommendation that the Senate Committee Substitute do pass.

TERRY L. SPIELER, Secretary.

AN ACT

To repeal section 173.250, RSMo, and to enact in lieu thereof one new section relating to the higher education academic scholarship program.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Section 173.250, RSMo, is repealed and one new section 2 enacted in lieu thereof, to be known as section 173.250, to read as follows:

173.250. 1. There is hereby established a "Higher Education Academic

- 2 Scholarship Program" and any moneys appropriated by the general assembly for
- 3 this program shall be used to provide scholarships for Missouri citizens to attend
- 4 a Missouri college or university of their choice pursuant to the provisions of this
- 5 section.
- 6 2. The definitions of terms set forth in section [173.205] 173.1102 shall
- be applicable to such terms as used in this section. [The term "academic
- 8 scholarship" means an amount of money paid by the state of Missouri to a
- 9 qualified college or university student who has demonstrated superior academic
- 10 achievement pursuant to the provisions of this section.] In addition, the
- 11 following definitions shall apply:
- 12 (1) "Academic scholarship", an amount of money paid by the state
- 13 of Missouri to a student pursuant to the provisions of this section;
- 14 (2) "ACT", the American College Testing program examination;
- 15 (3) "Approved institution", an approved public or approved 16 private institution as defined in section 173.1102;
- 17 (4) "Eligible student", an individual who meets the criteria set
- 18 forth in section 173.1104, excluding the requirements of financial need
- 19 and undergraduate status and, in addition, meets the following

20 requirements:

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21 (a) Has achieved a qualifying score on the ACT or SAT;

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- (b) Is a Missouri resident who has completed secondary coursework through graduation from high school, receipt of a general education development (GED) diploma, or completion of a program of study through homeschooling; and
- (c) Is enrolled full-time or accepted for full-time enrollment as a postsecondary student at an approved institution during the academic year immediately following the completion of his or her secondary coursework:
- 30 (5) "Missouri test-takers", all Missouri high school seniors who 31 take the ACT or the SAT;
- 32 (6) "Qualifying score", a composite score on the ACT or the SAT 33 achieved in an eligible student's high school sophomore, junior, or 34 senior year, that is in the top five percent of Missouri test-takers, as 35 established at the beginning of an eligible student's final year of 36 secondary coursework;
- 37 (7) "Recipient", an eligible or renewal student who receives an 38 academic scholarship pursuant to this section;
- 39 (8) "Renewal student", an eligible student who remains in 40 compliance with the provisions of section 173.1104, maintains 41 continuous enrollment, and makes satisfactory academic degree 42 progress; and
 - (9) "SAT", the Scholastic Aptitude Test.
- 3. The coordinating board for higher education shall be the administrative agency for the implementation of the program established by this section, and shall:
- 47 (1) Promulgate reasonable rules and regulations for the exercise of its 48 functions and the effectuation of the purposes of this section, including 49 regulations for granting scholarship deferments;
- 50 (2) Prescribe the form and the time and method of awarding academic 51 scholarships, and shall supervise the processing thereof; and
- 52 (3) Select qualified recipients to receive academic scholarships, make such 53 awards of academic scholarships to qualified recipients and determine the 54 manner and method of payment to the recipient.
- 4. [A student shall be eligible for initial or renewed academic scholarship if he or she is in compliance with the eligibility requirements set forth in section

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57 173.215 excluding the requirement of financial need and undergraduate status, 58 and in addition meets the following requirements:

- (1) Initial academic scholarships shall be offered in the academic year immediately following graduation from high school to Missouri high school seniors whose composite scores on the American College Testing Program (ACT) or the Scholastic Aptitude Test (SAT) of the College Board are in the top five percent of all Missouri students taking those tests during the school year in which the scholarship recipients graduate from high school. In the freshman year of college, scholarship recipients are required to maintain status as a full-time student;
- (2) Academic scholarships are renewable if the recipient remains in compliance with the applicable provisions of section 173.215 and the recipient makes satisfactory academic degree progress as a full-time student.
- 5. A student who is enrolled or has been accepted for enrollment as a postsecondary student at an approved private or public institution beginning with the fall 1987, term and who meets the other eligibility requirements for an academic scholarship shall, within the limits of the funds appropriated and made available, be offered an academic scholarship in the amount of two thousand dollars for each eligible student whose composite scores on the American College Testing Program (ACT) or the Scholastic Aptitude Test (SAT) of the College Board are in the top three percent of all Missouri students taking those tests during the school year in which the scholarship recipients graduate from high school for each fiscal year prior to fiscal year 2011, and, subject to appropriations, three thousand dollars for fiscal year 2011 and every fiscal year thereafter, and one thousand dollars for fiscal year 2011 and every fiscal year thereafter for each eligible student whose composite scores on the American College Testing Program (ACT) or the Scholastic Aptitude Test (SAT) of the College Board are between the top five and three percent of all Missouri students taking those tests during the school year in which the scholarship recipients graduate from high school, for the first academic year of study, which scholarship shall be renewable in the amount of two thousand dollars for each eligible student whose composite scores on the American College Testing Program (ACT) or the Scholastic Aptitude Test (SAT) of the College Board are in the top three percent of all Missouri students taking those tests during the school year in which the scholarship recipients graduate from high school for each fiscal year prior to fiscal year 2011, and, subject to appropriations, three thousand dollars for fiscal year 2011 and every fiscal year thereafter, and one thousand dollars for fiscal year 2011 and every fiscal year

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thereafter for each eligible student whose composite scores on the American 93 College Testing Program (ACT) or the Scholastic Aptitude Test (SAT) of the College Board are between the top five and three percent of all Missouri students 95 96 taking those tests during the school year in which the scholarship recipients graduate from high school, annually for the second, third and fourth academic 9798years or as long as the recipient is in compliance with the applicable eligibility requirements set forth in section 173.215, provided those years of study are 99 continuous and the student continues to meet eligibility requirements for the 100 101 scholarship; provided, however, if a recipient ceases all attendance at an approved public or private institution for the purpose of providing service to a nonprofit 102103 organization, a state or federal government agency or any branch of the armed forces of the United States, the recipient shall be eligible for a renewal 104scholarship upon return to any approved public or private institution, provided 105 106 the recipient:

- (1) Returns to full-time status within twenty-seven months;
- 108 (2) Provides verification in compliance with coordinating board for higher 109 education rules that the service to the nonprofit organization was satisfactorily 110 completed and was not compensated other than for expenses or that the service 111 to the state or federal governmental agency or branch of the armed forces of the 112 United States was satisfactorily completed; and
 - (3) Meets all other requirements established for eligibility to receive a renewal scholarship.
 - 6.] Eligible students shall be offered academic scholarships in the following amounts and in the following order of priority, within the limits of the funds appropriated and made available:
 - (1) Each eligible student with a qualifying score in the top three percent of all Missouri test-takers shall be offered an academic scholarship of up to three thousand dollars per year. All students in the top three percent shall receive awards of three thousand dollars before any student in the top fourth and fifth percentiles receives any award.
 - (2) Provided sufficient funds are appropriated, each eligible student with a qualifying score in the top fourth and fifth percentiles shall be offered an academic scholarship of up to one thousand dollars per year.
- 5. Eligible students may renew academic scholarships for their

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second, third, and fourth years of postsecondary education, or as long as the recipient is in compliance with the criteria to be a renewal student.

- 6. If an eligible student is unable to enroll during the first academic year or a renewal student ceases attendance at an approved institution for the purpose of providing service to a nonprofit organization, a state or federal government agency, or any branch of the armed forces of the United States, such student shall be offered an academic scholarship upon enrollment in any approved institution after the completion of their service, if the student meets all other requirements for an initial or renewal award and if the following criteria are met:
- (1) For an eligible student who cannot attend an approved institution as a result of service to a non-profit organization or the state or federal government, the student returns to full-time status within twenty-seven months and provides verification to the coordinating board for higher education that the service to the nonprofit organization was satisfactorily completed and was not compensated other than for expenses, or that the service to the state or federal government was satisfactorily completed; or
- (2) For an eligible student who cannot attend an approved institution as a result of military service in the armed forces of the United States, the student returns to full-time status within six months after the eligible student first ceases service to the armed forces and provides verification to the coordinating board for higher education that the military service was satisfactorily completed.
- 7. A recipient of an academic scholarship awarded under this section may transfer from one approved [Missouri public or private] institution to another without losing eligibility for the academic scholarship.
- 8. If a recipient of [the] an academic scholarship at any time withdraws from an approved [private or public] institution so that under the rules and regulations of that institution he or she is entitled to a refund of any tuition, fees or other charges, the institution shall pay the portion of the refund attributable to the academic scholarship for that term to the coordinating board for higher education.
- [7.] 9. Other provisions of this section to the contrary notwithstanding, if [a recipient] an eligible student has been awarded an initial academic

scholarship pursuant to the provisions of this section but is unable to [use the scholarship] attend an approved institution during the first academic year because of illness, disability, pregnancy or other medical need or if a [recipient] renewal student ceases all attendance at an approved [public or private] institution because of illness, disability, pregnancy or other medical need, the recipient shall be eligible for an initial or renewal academic scholarship upon enrollment in or return to any approved [public or private] institution, provided the recipient:

- (1) Enrolls in or returns to full-time status within twenty-seven months;
- (2) Provides verification in compliance with coordinating board for higher education rules of sufficient medical evidence documenting an illness, disability, pregnancy or other medical need of such person to require that that person will not be able to use the [initial or renewal] academic scholarship during the time period for which it was originally offered; and
- (3) Meets all other requirements established for eligibility to receive an181 [initial or a renewal] academic scholarship.

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