# FIRST REGULAR SESSION SENATE COMMITTEE SUBSTITUTE FOR

## SENATE BILL NO. 130

#### 96TH GENERAL ASSEMBLY

Reported from the Committee on Education, March 3, 2011, with recommendation that the Senate Committee Substitute do pass.

TERRY L. SPIELER. Secretary.

0318S.03C

#### Thirt h. of thehit, secretary.

### AN ACT

To amend chapter 173, RSMo, by adding thereto four new sections relating to the early high school graduation scholarship program.

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

Section A. Chapter 173, RSMo, is amended by adding thereto four new

- 2 sections, to be known as sections 173.1300, 173.1303, 173.1306, and 173.1309, to
- 3 read as follows:

173.1300. 1. There is hereby established the "Early High School

- 2 Graduation Scholarship Program" to provide assistance to eligible
- 3 students in Missouri that graduate from high school in accordance with
- 4 the provisions of sections 173.1300 to 173.1309. The department of
- 5 higher education shall implement and administer the
- 6 program. Sections 173.1300 to 173.1309 shall be known and may be
- 7 cited as the "Early High School Graduation Scholarship Program Act".
- 8 2. As used in sections 173.1300 to 173.1309, the following terms
- 9 shall mean:
- 10 (1) "Eligible student", a student who qualifies for a scholarship
- 11 under sections 173.1300 to 173.1309 and who:
- 12 (a) Has received approval from a parent or legal guardian;
- 13 (b) Has graduated from a public high school in Missouri in the 14 time frame specified in section 173.1303 or 173.1306;
- 15 (c) Has attended one or more public high schools in Missouri for
- 16 more than half of the time the student attended high school; and
- 17 (d) Is a United States citizen, permanent resident, or otherwise
- 18 lawfully authorized to be present in the United States;
- 19 (2) "Private institution of higher education", a nonprofit

40

41

51

institution, dedicated to educational purposes, located in Missouri 20 21 which:

2

- 22 (a) Is operated privately under the control of an independent board and not directly controlled or administered by any public agency 2324or political subdivision;
- 25 (b) Provides a postsecondary course of instruction at least six 26months in length leading to or directly creditable toward a certificate 27 or degree;
- 28 (c) Meets the standards for accreditation as determined by either the Higher Learning Commission or by other accrediting bodies 29recognized by the United States Department of Education or by 30 utilizing accreditation standards applicable to nondegree-granting 31institutions as established by the coordinating board for higher 32education; 33
- 34 (d) Does not discriminate in the hiring of administrators, faculty, and staff or in the admission of students on the basis of race, color, 35 religion, sex, or national origin and is in compliance with the Federal 36 37 Civil Rights Acts of 1964 and 1968 and executive orders issued pursuant 38 thereto. Sex discrimination as used herein shall not apply to admission 39 practices of institutions offering the enrollment limited to one sex;
  - (e) Permits faculty members to select textbooks without influence or pressure by any religious or sectarian source;
- 42 (3) "Public institution of higher education", an educational 43 institution located in Missouri which:
- (a) Is directly controlled or administered by a public agency or 44 political subdivision; 45
- 46 (b) Receives appropriations directly or indirectly from the 47 general assembly for operating expenses;
- (c) Provides a postsecondary course of instruction at least six 48 months in length leading to or directly creditable toward a degree or 49 50 certificate;
- (d) Meets the standards for accreditation as determined by either the Higher Learning Commission, or if a public community 52college created under the provisions of sections 178.370 to 178.400 meets the standards established by the coordinating board for higher education for such public community colleges, or by other accrediting 55bodies recognized by the United States Department of Education or by

3

**SCS SB 130** 

64

65

66 67

68

69

70 71

72

73 74

75

76

77

78 79

80

81

82 83

84

85

86

87

88

89 90

91

9293

utilizing accreditation standards applicable to the institution as 57 58 established by the coordinating board for higher education;

- 59 (e) Does not discriminate in the hiring of administrators, faculty, and staff or in the admission of students on the basis of race, color, 60 religion, sex, or national origin and is otherwise in compliance with the 61 Federal Civil Rights Acts of 1964 and 1968 and executive orders issued 62 pursuant thereto; 63
  - (f) Permits faculty members to select textbooks without influence or pressure by any religious or sectarian source.
  - 3. An eligible student who receives a scholarship under sections 173.1300 to 173.1309 shall use the scholarship within one year of graduating from high school except as provided within this subsection or subsection 4 of this section. If he or she is unable to enroll during the first academic year following high school graduation 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, he or she shall be offered a scholarship upon enrollment in any public or private institution of higher education after the completion of his or her service, if all other requirements and the following criteria are met:
  - (1) For an eligible student who cannot attend a public or private institution of higher education as a result of service to a non-profit organization or a state or federal government agency, he or she returns to full-time status within twenty-seven months and provides verification to the department of 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 agency was satisfactorily completed; or
  - (2) For an eligible student who cannot attend a public or private institution of higher education as a result of military service in any branch of the armed forces of the United States, he or she returns to full-time status within six months after he or she first ceases service to the armed forces and provides verification to the department of higher education that the military service was satisfactorily completed.
  - 4. An eligible student may seek an extension from the requirements of subsection 3 of this section if he or she is able to show hardship or other good cause that prevents him or her from enrolling

8

9

10

11 12

13

17

18

19

2021

22

23

24

25

2627

28

29

30

31

in a public or private institution of higher education within one year of graduating from high school. Hardship or other good cause shall include a severe illness or other debilitating condition or responsibility for the care of a sick, injured, or needy person. The department of 97higher education shall determine whether a student qualifies for an 98extension under this subsection. 99

173.1303. 1. An eligible student who receives a scholarship under this section may use the scholarship money at a public or private institution of higher education for tuition, mandatory fees, or both. An eligible student who has participated in a dual credit or dual enrollment program with his or her high school and an institution of higher education may use the scholarship money to pay any fees necessary to receive official post-secondary credit for work completed through such program.

2. If an eligible student completes high school graduation requirements and receives a high school diploma in not more than thirty-six months, he or she shall be offered a scholarship in the amount determined in subsection 4 of this section. For each eligible student, an amount equal to ninety percent of the school district's state 14aid payments pursuant to the provisions of sections 163.031, 163.043, and 163.044 for the year immediately preceding the eligible student's receipt of the high school diploma, divided by the district's weighted average daily attendance for the year immediately preceding the student's receipt of the high school diploma shall be placed in the fund established in this section. The school district from which the eligible student graduated shall be offered a grant in an amount equal to ten percent of the school district's state aid payments pursuant to the provisions of sections 163.031, 163.043, and 163.044 for the year immediately preceding the eligible student's receipt of the high school diploma, divided by the district's weighted average daily attendance for the year immediately preceding the student's receipt of the high school diploma when the student is offered, and accepts, the scholarship.

3. Upon enrollment of an eligible student in a public or private institution of higher education, the institution shall apply to his or her charges for tuition or mandatory fees, as applicable, for the enrollment period an amount equal to the lesser of the:

(1) Amount of the scholarship as calculated under this section;

32 **or** 

33

- (2) Student's actual tuition and/or mandatory fees.
- 4. The department of higher education shall use the moneys in the fund created in this section to distribute scholarships to students and grants to school districts under this section. The department of higher education shall distribute the grant moneys to eligible school districts. After such distribution, the scholarship amount awarded to an eligible student shall be determined by dividing the remaining amount of money in the fund by the number of eligible students.

5

- 5. There is hereby created in the state treasury the "Early High 41 School Graduation Scholarship Program Fund I", which shall consist of 42 money collected under this section. The state treasurer shall be 43 custodian of the fund and may approve disbursements from the fund in 44 accordance with sections 30.170 and 30.180. Upon appropriation, money 45 in the fund shall be used solely for the administration of this 46 section. Any moneys remaining in the fund at the end of the biennium 47 shall revert to the credit of the general revenue fund. The state 48 49 treasurer shall invest moneys in the fund in the same manner as other funds are invested. Any interest and moneys earned on such 50 51 investments shall be credited to the fund.
- 173.1306. 1. If an eligible student completes high school graduation requirements and receives a high school diploma in not more than forty-one months, he or she shall be offered a scholarship in the amount determined under subsection 4 of this section. For each eligible student, an amount equal to ninety percent of the school district's state aid payments pursuant to the provisions of sections 163.031, 163.043, and 163.044 for the semester immediately preceding the eligible student's receipt of the high school diploma, divided by the district's weighted average daily attendance for the semester immediately preceding the student's receipt of the high school diploma 10 shall be placed in the fund established in this section as provided in 11 subsection 4 of this section. The school district from which the student 12 graduated shall be offered a grant in an amount equal to ten percent 13 of the school district's state aid payments pursuant to the provisions of sections 163.031, 163.043, and 163.044 for the semester immediately 15 preceding the student's receipt of the high school diploma, divided by 16 the district's weighted average daily attendance for the semester 17

26

27

32

immediately preceding the student's receipt of the high school diploma 19 when the student is offered, and accepts, the scholarship.

- 20 2. An eligible student who receives a scholarship under this section shall use the scholarship money to participate in a dual 21enrollment program with his or her high school and an institution of 22higher education or shall use the scholarship money to pay any fees 23necessary to receive official post-secondary credit for work completed 24through such program. 25
- 3. The department of higher education shall use the moneys in the fund created in this section to distribute scholarships to students and grants to school districts under this section. The department of 28higher education shall distribute the grant moneys to eligible school 29districts. After such distribution, the scholarship amount awarded to 30 an eligible student shall be determined by dividing the remaining 31amount of money in the fund by the number of eligible students.
- 33 4. There is hereby created in the state treasury the "Early High School Graduation Scholarship Program Fund II", which shall consist 3435 of money collected under this section. The state treasurer shall be 36 custodian of the fund and may approve disbursements from the fund in 37 accordance with sections 30.170 and 30.180. Upon appropriation, money in the fund shall be used solely for the administration of this section. Any moneys remaining in the fund at the end of the biennium 39 40 shall revert to the credit of the general revenue fund. The state treasurer shall invest moneys in the fund in the same manner as other 41 funds are invested. Any interest and moneys earned on such 42investments shall be credited to the fund. 43

173.1309. 1. The department of higher education shall annually prepare a report that includes the following information:

- (1) The name of each student who qualifies for a scholarship 3 under sections 173.1300 to 173.1309; 4
- (2) The length of time taken for each student who qualifies for 5 the scholarship to graduate from high school; and 6
- 7 (3) The school district from which each student graduated from high school.
- The department of higher education shall submit the report to the commissioner of education by June thirtieth. 10
- 11 2. The department of elementary and secondary education shall

18

1920

33

34

confirm with the high school from which the eligible student graduated that he or she has completed all of the eligibility requirements of the program. The department shall also, with the cooperation of the department of higher education, confirm that he or she has enrolled in, and is attending, a public or private institution of higher education or participating in a dual enrollment program, as applicable.

7

- 3. Each public high school in Missouri shall provide information about the early high school graduation scholarship program and its requirements to the following individuals:
- 21 (1) Each student enrolled in the school at the beginning of his or 22 her first year of high school;
- 23 (2) Each student who enrolls in the school before the student's 24 senior year who did not receive the information under subdivision (1) 25 of this subsection; and
- 26 (3) A parent, conservator, or legal guardian of the student under subdivisions (1) and (2) of this subsection.
- 4. The information provided under subsection 3 of this section shall include the following:
- 30 (1) The number and type of high school course credits necessary 31 to satisfy the eligibility requirements for the early high school 32 graduation scholarship program; and
  - (2) The appropriate order in which those high school course credits shall be earned to satisfy eligibility requirements.
- 5. By January 31, 2012, the department of higher education, in cooperation with the department of elementary and secondary education, shall prepare a publication that includes the information required to be provided under this section. The department of higher education shall post that publication on its website in a form that enables a public high school to reproduce the information for distribution to students, parents, and other persons as required by this section.
- 6. The department of higher education shall promulgate rules and regulations necessary to implement sections 173.1300 to 173.1309. Any rule or portion of a rule, as that term is defined in section 536.010 that is created under the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536, and, if applicable, section

49 536.028. This section and chapter 536 are nonseverable and if any of

50 the powers vested with the general assembly pursuant to chapter 536,

to review, to delay the effective date, or to disapprove and annul a rule

are subsequently held unconstitutional, then the grant of rulemaking

53 authority and any rule proposed or adopted after August 28, 2011, shall

54 be invalid and void.

/

Unofficial

Bill

Copy