FIRST REGULAR SESSION

SENATE BILL NO. 3

97TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR RUPP.

Pre-filed December 1, 2012, and ordered printed.

TERRY L. SPIELER, Secretary.

0286S.01I

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 Graduation Scholarship Program" to provide assistance to eligible $\mathbf{2}$ students in Missouri that graduate from high school in accordance with 3 the provisions of sections 173.1300 to 173.1309. The department of 4 education shall implement $\mathbf{5}$ higher and administer the program. Sections 173.1300 to 173.1309 shall be known and may be 6 cited as the "Early High School Graduation Scholarship Program Act". 7 2. As used in sections 173.1300 to 173.1309, the following terms 8 9 shall mean:

10 (1) "Eligible student", a student who qualifies for a scholarship 11 under sections 173.1300 to 173.1309 and who:

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(a) Has received approval from a parent or legal guardian;

(b) Has graduated from a public high school in Missouri in the
time frame specified in section 173.1303 or 173.1306;

(c) Has attended one or more public high schools in Missouri for
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 20 institution, dedicated to educational purposes, located in Missouri 21 which:

(a) Is operated privately under the control of an independent
board and not directly controlled or administered by any public agency
or political subdivision;

(b) Provides a postsecondary course of instruction at least six
months in length leading to or directly creditable toward a certificate
or degree;

(c) Meets the standards for accreditation as determined by either the Higher Learning Commission or by other accrediting bodies recognized by the United States Department of Education or by utilizing accreditation standards applicable to nondegree-granting institutions as established by the coordinating board for higher education;

(d) Does not discriminate in the hiring of administrators, faculty,
and staff or in the admission of students on the basis of race, color,
religion, sex, or national origin and is in compliance with the Federal
Civil Rights Acts of 1964 and 1968 and executive orders issued pursuant
thereto. Sex discrimination as used herein shall not apply to admission
practices of institutions offering the enrollment limited to one sex;

40 (e) Permits faculty members to select textbooks without 41 influence or pressure by any religious or sectarian source;

42 (3) "Public institution of higher education", an educational
43 institution located in Missouri which:

44 (a) Is directly controlled or administered by a public agency or45 political subdivision;

46 (b) Receives appropriations directly or indirectly from the47 general assembly for operating expenses;

48 (c) Provides a postsecondary course of instruction at least six
49 months in length leading to or directly creditable toward a degree or
50 certificate;

51 (d) Meets the standards for accreditation as determined by 52 either the Higher Learning Commission, or if a public community 53 college created under the provisions of sections 178.370 to 178.400 54 meets the standards established by the coordinating board for higher 55 education for such public community colleges, or by other accrediting 56 bodies recognized by the United States Department of Education or by 57 utilizing accreditation standards applicable to the institution as 58 established by the coordinating board for higher education;

(e) Does not discriminate in the hiring of administrators, faculty,
and staff or in the admission of students on the basis of race, color,
religion, sex, or national origin and is otherwise in compliance with the
Federal Civil Rights Acts of 1964 and 1968 and executive orders issued
pursuant thereto;

64 (f) Permits faculty members to select textbooks without influence
65 or pressure by any religious or sectarian source.

66 3. An eligible student who receives a scholarship under sections 173.1300 to 173.1309 shall use the scholarship within one year of 67 graduating from high school except as provided within this subsection 68 or subsection 4 of this section. If he or she is unable to enroll during 69 the first academic year following high school graduation for the 70 purpose of providing service to a nonprofit organization, a state or 7172federal government agency, or any branch of the armed forces of the 73United States, he or she shall be offered a scholarship upon enrollment in any public or private institution of higher education after the 74 completion of his or her service, if all other requirements and the 7576following criteria are met:

77(1) For an eligible student who cannot attend a public or private institution of higher education as a result of service to a nonprofit 7879 organization or a state or federal government agency, he or she returns 80 to full-time status within twenty-seven months and provides 81 verification to the department of higher education that the service to 82 the nonprofit organization was satisfactorily completed and was not 83 compensated other than for expenses, or that the service to the state or federal government agency was satisfactorily completed; or 84

(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
in a public or private institution of higher education within one year

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95 of graduating from high school. Hardship or other good cause shall 96 include a severe illness or other debilitating condition or responsibility 97 for the care of a sick, injured, or needy person. The department of 98 higher education shall determine whether a student qualifies for an 99 extension under this subsection.

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.

2. If an eligible student completes high school graduation 4 requirements and receives a high school diploma in not more than 5thirty-six months, he or she shall be offered a scholarship in the 6 amount determined in subsection 4 of this section. For each eligible 7student, an amount equal to ninety percent of the school district's state 8 aid payments pursuant to the provisions of sections 163.031, 163.043, 9 and 163.044 for the year immediately preceding the eligible student's 10 11 receipt of the high school diploma, divided by the district's weighted 12average daily attendance for the year immediately preceding the student's receipt of the high school diploma shall be placed in the fund 13established in this section. The school district from which the eligible 14 student graduated shall be offered a grant in an amount equal to ten 15percent of the school district's state aid payments pursuant to the 1617 provisions of sections 163.031, 163.043, and 163.044 for the year 18 immediately preceding the eligible student's receipt of the high school 19 diploma, divided by the district's weighted average daily attendance for 20the year immediately preceding the student's receipt of the high school 21diploma 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, mandatory fees, or both, as applicable, for the enrollment period an amount equal to the lesser of the:

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

(2) The student's actual tuition, mandatory fees, or both.

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. There is hereby created in the state treasury the "Early High 36 School Graduation Scholarship Program Fund I", which shall consist of 37 money collected under this section. The state treasurer shall be 38 custodian of the fund and may approve disbursements from the fund in 39 accordance with sections 30.170 and 30.180. The fund shall be a 40 41 dedicated fund and, upon appropriation, money in the fund shall be used solely for the administration of this section. Notwithstanding the 42provisions of section 33.080 to the contrary, any moneys remaining in 43 the fund at the end of the biennium shall not revert to the credit of the 44 general revenue fund. The state treasurer shall invest moneys in the 45fund in the same manner as other funds are invested. Any interest and 46 moneys earned on such investments shall be credited to the fund. 47

173.1306. 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.

4 2. If an eligible student completes high school graduation requirements and receives a high school diploma in not more than 5forty-one months, he or she shall be offered a scholarship in the amount 6 7 determined in subsection 4 of this section. For each eligible student, 8 an amount equal to ninety percent of the school district's state aid 9 payments pursuant to the provisions of sections 163.031, 163.043, and 10 163.044 for the semester immediately preceding the eligible student's receipt of the high school diploma, divided by the district's weighted 11 average daily attendance for the semester immediately preceding the 12student's receipt of the high school diploma shall be placed in the fund 13established in this section. The school district from which the eligible 14 student graduated shall be offered a grant in an amount equal to ten 15percent of the school district's state aid payments pursuant to the 16 17 provisions of sections 163.031, 163.043, and 163.044 for the semester immediately preceding the eligible student's receipt of the high school 18 diploma, divided by the district's weighted average daily attendance for 19the semester immediately preceding the student's receipt of the high 20school diploma when the student is offered, and accepts, the 21scholarship. 22

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, mandatory fees, or both, for the enrollment period
an amount equal to the lesser of the:

27 (1) Amount of the scholarship as calculated under this section;28 or

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(2) Student's actual tuition, mandatory fees, or both.

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.

37 5. There is hereby created in the state treasury the "Early High 38 School Graduation Scholarship Program Fund II", which shall consist of money collected under this section. The state treasurer shall be 39 custodian of the fund and may approve disbursements from the fund in 40 accordance with sections 30.170 and 30.180. The fund shall be a 41 42dedicated fund, and upon appropriation, money in the fund shall be used solely for the administration of this section. Notwithstanding the 4344 provisions of section 33.080 to the contrary, any moneys remaining in 45the fund at the end of the biennium shall not revert to the credit of the 46 general revenue fund. The state treasurer shall invest moneys in the 47fund in the same manner as other funds are invested. Any interest and 48 moneys earned on such investments shall be credited to the fund.

173.1309. 1. The department of higher education shall annually
2 prepare and submit a report to the commissioner of education by June
3 thirtieth that includes the following information:

4 (1) The name of each student who qualifies for a scholarship 5 under sections 173.1300 to 173.1309;

6 (2) The length of time taken for each student who qualifies for 7 the scholarship to graduate from high school; and

8 (3) The school district from which each student graduated from9 high school.

2. The department of elementary and secondary education shall
 confirm with the high school from which the eligible student graduated

12 that he or she has completed all of the eligibility requirements of the 13 program. The department shall also, with the cooperation of the 14 department of higher education, confirm that he or she has enrolled in, 15 and is attending, a public or private institution of higher education.

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:

19 (1) Each student enrolled in the school at the beginning of his or
20 her first year of high school;

(2) Each student who enrolls in the school before the student's
senior year who did not receive the information under subdivision (1)
of this subsection; and

24 (3) A parent, conservator, or legal guardian of the student under
25 subdivisions (1) and (2) of this subsection.

4. The information provided under subsection 3 of this sectionshall include the following:

(1) The number and type of high school course credits necessary
to satisfy the eligibility requirements for the early high school
graduation scholarship program; and

(2) The appropriate order in which those high school course
 32 credits shall be earned to satisfy eligibility requirements.

5. By January 31, 2014, 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 41 and regulations necessary to implement sections 173.1300 to 4243173.1309. 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 44 section shall become effective only if it complies with and is subject to 45all of the provisions of chapter 536, and, if applicable, section 46536.028. This section and chapter 536 are nonseverable and if any of 47the powers vested with the general assembly pursuant to chapter 536, 48

- 49 $\,$ to review, to delay the effective date, or to disapprove and annul a rule
- 50~ are subsequently held unconstitutional, then the grant of rulemaking
- 51 authority and any rule proposed or adopted after August 28, 2013, shall

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52 be invalid and void.

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