# **WEST VIRGINIA LEGISLATURE**

### **2018 REGULAR SESSION**

### Introduced

# House Bill 4466

FISCAL NOTE

By Delegates Fluharty, Barrett, Byrd,
Fleischauer, Hornbuckle, Pushkin, Robinson,
Sponaugle, Williams and Pyles

[Introduced February 7, 2018; Referred to the Committee on Education then Finance.]

A BILL to amend and reenact §18C-7-6 of the Code of West Virginia, 1931, as amended, relating to expanding the amount of PROMISE scholarship funds awarded to persons majoring in science, technology, engineering and mathematics fields.

Be it enacted by the Legislature of West Virginia:

# ARTICLE 7. WEST VIRGINIA PROVIDING REAL OPPORTUNITIES FORMAXIMIZING IN-STATE STUDENT EXCELLENCE SCHOLARSHIP PROGRAM.

#### §18C-7-6. Promise scholarship program requirements; legislative rule.

- (a) A PROMISE scholarship annual award shall meet the following conditions:
- (1) For a student enrolled in a state institution of higher education, the annual award is equal to the lesser of the cost of tuition or \$4,750, except that a student who was awarded and used a PROMISE scholarship annual award prior to January 1, 2010, shall continue to receive the annual award calculated under the same terms and conditions that applied on the day before the effective date of this article;
- (2) For a student enrolled in an eligible institution other than a state institution of higher education, the annual award is equal to, but may not exceed, the lesser of the cost of tuition or \$4,750, except that a student who was awarded and used a PROMISE scholarship annual award prior to January 1, 2010, shall continue to receive the annual award calculated under the same terms and conditions that applied on the day before the effective date of this article;
- (3) The annual award may exceed \$4,750, if the commission determines that adequate funds are available, but in any case, may not be greater than the actual cost of tuition;
- (4) The annual award shall be used by an eligible institution to supplement, but may not supplant, a tuition and fee waiver for which the individual is eligible pursuant to §18B-10-5, §18B-10-6a, §18B-10-7, or §18B-10-7b of this code; and
- (5) For each student enrolled in a state institution of higher education, in a major which falls within the fields of science, technology, engineering and mathematics (STEM), as determined

by the commission, the annual award shall cover full tuition, room and board.

(b) The total cost of all scholarships awarded by the commission in any year may not exceed the amount of funds available to the commission during that fiscal year.

- (c) In order to be eligible to receive a PROMISE scholarship award an individual shall:
- (1) Submit a scholarship award application to the commission:
- (A) Within two years of graduating from high school or within two years of acquiring a general equivalency degree if provided instruction in the home or other approved place pursuant to §18-8-1(c) of this code; or
- (B) Within seven years of initially entering military service, and within one year of discharge from military service, if the individual has entered the United States armed services within two years after graduating from high school;
  - (2) Apply for and submit a Free Application for Federal Student Aid;
- (3) Maintain a grade point average of at least 3.0 on a 4.0 grading scale in the required core and elective course work necessary to prepare students for success in post-secondary education at the associate and baccalaureate degree levels as determined by the commission, if the individual has completed not more than one semester or term at an institution of higher education, excluding credits earned in advanced placement, international baccalaureate, dual credit and comparable courses while the student is enrolled in high school;
- (4) Maintain appropriate academic progress toward the completion of a degree at the undergraduate education level as determined by the commission if the individual has completed more than one semester or term at an institution of higher education, excluding credits earned in advanced placement, international baccalaureate, dual credit and comparable courses while the student is enrolled in high school;
  - (5) Be a United States citizen or legal immigrant to the United States;
- (6) Meet additional objective standards the commission considers necessary to promote academic excellence and to maintain the financial stability of the fund; and

(7) Enroll in an eligible institution. A student enrolled at an eligible institution who receives a PROMISE scholarship award may retain and renew the scholarship to complete his or her undergraduate education at that institution or any other eligible institution under the following circumstances:

- (A) The institution at which the student is enrolled loses its status as an eligible institution pursuant to the provisions of §18C-7-3(b)(1) of this code and
- (B) The student meets all other renewal requirements of this code and of commission rules.
- (d) It is the intent of the Legislature that the commission shall strongly encourage prospective candidates for the PROMISE scholarship to perform at least 20 hours of unpaid community service while in high school to help prepare them for success in post-secondary education. The community service may include, but is not limited to, participation with nonprofit, governmental or community-based organizations designed with any or all of the following purposes:
  - (1) Improving the quality of life for community residents;
  - (2) Meeting the needs of community residents; or
  - (3) Fostering civic responsibility.

- 62 (e) The commission shall promulgate a legislative rule in accordance with the provisions 63 of §29A-3A-1*et seq.* of this code.
  - (1) The rule shall include at least the following provisions:
  - (A) The amount of a PROMISE scholarship award in combination with aid from all other sources may not exceed the cost of education at the institution the recipient is attending. This provision does not apply to members of the West Virginia National Guard, recipients of an Underwood-Smith teacher scholarship and recipients of a West Virginia engineering, science and technology scholarship;
    - (B) Additional objective standards the commission considers necessary:

71 (i) To promote academic excellence;

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- 72 (ii) To maintain the financial stability of the fund; and
- 73 (iii) To operate the program within the limits of available funds.
  - (C) Provisions for making the highest and best use of the PROMISE Scholarship Program in conjunction with the West Virginia College Prepaid Tuition and Savings Program Act set forth in §18-30-1 *et seq.* of this code;
  - (D) A provision defining the relationship of PROMISE scholarship awards to all other sources of student financial aid to ensure maximum coordination. The provision shall include the following:
    - (i) Methods to maximize student eligibility for federal student financial aid;
- 81 (ii) A requirement that PROMISE scholarship awards not supplant tuition and fee waivers; 82 and
  - (iii) Clarification of the relationship between the PROMISE Scholarship Program, tuition savings plans and other state-funded student financial aid programs;
  - (E) A method for awarding scholarships within the limits of available appropriations, including circumstances when program funds are not sufficient to provide awards to all eligible applicants. The commission may not use any of the following methods:
  - (i) Providing for an annual PROMISE scholarship award that is less than the amounts provided for in this section; or
    - (ii) Eliminating any current recipient from eligibility; and
  - (F) A method for applicants to appeal determinations of eligibility and renewal.
- 92 (2) The rule may provide for or require the following at the commission's discretion:
  - (A) Requiring repayment of the amount of the scholarship, in whole or in part, if a scholarship recipient chooses to work outside the state after graduation. The rule may not require a recipient to repay a scholarship, in whole or in part, unless the prospective recipient has been informed of this requirement in writing before initial acceptance of the PROMISE scholarship

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(B) Targeting a portion of the scholarship funds to be used for applicants enrolled in an engineering, science, technology or other designated program;

- (C) Determining what other sources of funding for higher education are to be deducted from the PROMISE scholarship award; and
  - (D) Providing additional criteria as determined by the commission.
- (3) The Legislature finds that an emergency exists and, therefore, the commission shall file a rule to implement the provisions of this section as an emergency rule pursuant to the provisions of §29A-3A-1 *et seq.* of this code. The rule is subject to the prior approval of the Legislative Oversight Commission on Education Accountability.
- (4) Any rule promulgated by the commission pursuant to previous enactments of this article in effect on the effective date of the amendment and reenactment of this article in the year 2009 remains in effect until amended, modified, repealed or replaced by the commission.

NOTE: The purpose of this bill is to increase PROMISE scholarships to persons majoring in STEM (Science, technology, engineering and mathematics) fields to pay the full cost of tuition, room and board.

Strike-throughs indicate language that would be stricken from a heading or the present law and underscoring indicates new language that would be added.