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By: Senator Nathan-Pulliam

Introduced and read first time: February 16, 2018

Assigned to: Rules

## A BILL ENTITLED

1 AN ACT concerning

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## Maryland Education Opportunity Act of 2018

3 FOR the purpose of exempting certain individuals from payment of tuition to attend a 4 community college in the State under certain circumstances; providing a certain 5 discount on tuition to certain individuals attending a community college in the State 6 under certain circumstances; requiring certain individuals to apply for certain 7 financial aid; providing for the duration of the tuition waiver and the tuition 8 discount; requiring certain individuals to be counted in a certain computation of 9 State and local aid to community colleges; specifying how financial aid shall be applied for individuals who receive a tuition waiver or a tuition discount; requiring 10 11 the State to reimburse community colleges for certain foregone tuition revenue; 12 requiring that funds used to reimburse community colleges shall be paid from the 13 Education Trust Fund from funds allocated from a certain source; authorizing the 14 Maryland Higher Education Commission to adopt certain regulations; defining a certain term; and generally relating to tuition waivers and tuition discounts for 15 16 certain individuals at community colleges in the State.

17 BY adding to

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18 Article – Education

19 Section 16–106.1

20 Annotated Code of Maryland

21 (2014 Replacement Volume and 2017 Supplement)

22 BY repealing and reenacting, with amendments,

Article – State Government

24 Section 9–1A–30

25 Annotated Code of Maryland

26 (2014 Replacement Volume and 2017 Supplement)

27 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,

28 That the Laws of Maryland read as follows:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



8lr3928 CF HB 1203

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**(I)** 

## **Article - Education** 1 2 16-106.1. IN THIS SECTION, "TUITION" MEANS THE BASIC INSTRUCTIONAL 3 (A) **(1)** CHARGE FOR COURSES OFFERED AT A COMMUNITY COLLEGE. 4 5 **(2)** "TUITION" INCLUDES ANY FEES FOR: 6 **(I)** REGISTRATION; 7 (II)APPLICATION; (III) ADMINISTRATION; AND 8 9 (IV) LABORATORY WORK. (B) 10 **(1)** THIS SUBSECTION APPLIES TO AN INDIVIDUAL WHO: 11 (I)IS A RESIDENT OF THE STATE; AND 12 (II)ENROLLS AS A CANDIDATE FOR A VOCATIONAL CERTIFICATE OR AN ASSOCIATE'S DEGREE AT A COMMUNITY COLLEGE IN THE STATE 13 WITHIN 2 YEARS AFTER GRADUATING FROM A HIGH SCHOOL IN THE STATE OR 14 15 SUCCESSFULLY COMPLETING A GED. 16 **(2)** AN INDIVIDUAL DESCRIBED IN PARAGRAPH (1) OF THIS SUBSECTION WHO ENROLLS IN ANY CLASS THAT IS ELIGIBLE UNDER § 16-305 OF 17 18 THIS TITLE FOR STATE SUPPORT AT THE COMMUNITY COLLEGE: 19 (I)SHALL BE EXEMPT FROM PAYMENT OF TUITION; AND 20 (II)SHALL $\mathbf{BE}$ COUNTED IN COMPUTING FULL-TIME EQUIVALENT ENROLLMENT UNDER § 16–305 OF THIS TITLE. 2122**(3)** AN INDIVIDUAL WHO MEETS THE REQUIREMENTS OF THIS 23SUBSECTION SHALL SUBMIT A TIMELY APPLICATION FOR ANY STATE OR FEDERAL STUDENT FINANCIAL AID, OTHER THAN A STUDENT LOAN, FOR WHICH THE STUDENT 24MAY QUALIFY. 25(C) 26 **(1)** THIS SUBSECTION APPLIES TO AN INDIVIDUAL WHO:

IS A RESIDENT OF THE STATE;

- 1 (II) DOES NOT HAVE A HIGH SCHOOL DIPLOMA OR GED;
- 2 (III) HAS BEEN ACTIVELY SEEKING EMPLOYMENT BUT HAS BEEN
- 3 UNEMPLOYED FOR AT LEAST 6 MONTHS; AND
- 4 (IV) ENROLLS AS A CANDIDATE FOR A VOCATIONAL
- 5 CERTIFICATE OR AN ASSOCIATE'S DEGREE AT A COMMUNITY COLLEGE IN THE
- 6 STATE.
- 7 (2) AN INDIVIDUAL DESCRIBED IN PARAGRAPH (1) OF THIS
- 8 SUBSECTION WHO ENROLLS IN ANY CLASS THAT IS ELIGIBLE UNDER § 16–305 OF
- 9 THIS TITLE FOR STATE SUPPORT AT THE COMMUNITY COLLEGE:
- 10 (I) SHALL RECEIVE A 50% DISCOUNT ON THE COST OF TUITION;
- 11 **AND**
- 12 (II) SHALL BE COUNTED IN COMPUTING FULL-TIME
- 13 EQUIVALENT ENROLLMENT UNDER § 16–305 OF THIS TITLE.
- 14 (3) AN INDIVIDUAL WHO MEETS THE REQUIREMENTS OF THIS
- 15 SUBSECTION SHALL SUBMIT A TIMELY APPLICATION FOR ANY STATE OR FEDERAL
- 16 STUDENT FINANCIAL AID, OTHER THAN A STUDENT LOAN, FOR WHICH THE STUDENT
- 17 MAY QUALIFY.
- 18 (D) AN INDIVIDUAL WHO RECEIVES A TUITION WAIVER UNDER SUBSECTION
- 19 (B) OF THIS SECTION OR A TUITION DISCOUNT UNDER SUBSECTION (C) OF THIS
- 20 SECTION SHALL CONTINUE TO RECEIVE THE TUITION WAIVER OR THE TUITION
- 21 DISCOUNT UNTIL THE EARLIER OF:
- 22 (1) 2 YEARS AFTER FIRST ENROLLING AS A CANDIDATE FOR A
- 23 VOCATIONAL CERTIFICATE OR AN ASSOCIATE'S DEGREE AT A COMMUNITY COLLEGE
- 24 IN THE STATE; OR

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- 25 (2) THE DATE THAT THE INDIVIDUAL IS AWARDED A VOCATIONAL
- 26 CERTIFICATE OR AN ASSOCIATE'S DEGREE.
- 27 (E) (1) ANY STUDENT FINANCIAL AID, OTHER THAN A STUDENT LOAN,
- 28 RECEIVED BY AN INDIVIDUAL WHO RECEIVES A TUITION WAIVER UNDER
- 29 SUBSECTION (B) OF THIS SECTION OR A TUITION DISCOUNT UNDER SUBSECTION (C)
- 30 OF THIS SECTION SHALL BE APPLIED FIRST TO PAY THE INDIVIDUAL'S TUITION.
  - (2) THE TUITION WAIVER OR THE TUITION DISCOUNT SHALL APPLY

- TO THE DIFFERENCE, IF ANY, BETWEEN THE CHARGE FOR TUITION AND THE 1
- 2 FINANCIAL AID AWARD, NOT INCLUDING A STUDENT LOAN, THAT THE INDIVIDUAL
- 3 RECEIVES.
- 4 **(3)** ON REQUEST, THE COMMUNITY COLLEGE SHALL ASSIST ANY
- 5 INDIVIDUAL REQUIRED TO SUBMIT AN APPLICATION FOR STATE OR FEDERAL
- 6 STUDENT FINANCIAL AID UNDER THIS SECTION.
- 7 **(F) (1)** A COMMUNITY COLLEGE IS ENTITLED TO REIMBURSEMENT FROM
- 8 THE STATE FOR FOREGONE TUITION REVENUE RESULTING FROM TUITION WAIVERS
- 9 AND TUITION DISCOUNTS AWARDED IN ACCORDANCE WITH THIS SECTION.
- 10 **(2)** ANY FUNDS USED TO REIMBURSE A COMMUNITY COLLEGE FOR
- FOREGONE TUITION REVENUE SHALL BE PAID FROM THE EDUCATION TRUST FUND 11
- 12 FROM THE FUNDS ALLOCATED UNDER § 9-1A-27 OF THE STATE GOVERNMENT
- 13 ARTICLE.
- 14 (G) THE COMMISSION MAY ADOPT REGULATIONS NECESSARY TO
- IMPLEMENT THE PROVISIONS OF THIS SECTION. 15

## 16 Article - State Government

- 17 9-1A-30.
- 18 (a) There is an Education Trust Fund which is a special, nonlapsing fund that is
- not subject to § 7–302 of the State Finance and Procurement Article. 19
- 20 There shall be credited to the Education Trust Fund all proceeds (b) (1)
- 21allocated to the Fund under § 9–1A–27 of this subtitle.
- 22 (2)Money in the Education Trust Fund shall be invested and reinvested
- 23 by the Treasurer, and interest and earnings shall accrue to the Fund.
- 24Money in the Education Trust Fund shall be used to: (c)
- 25provide funding for public elementary and secondary education,
- 26through continuation of the funding and formulas established under the programs
- 27 commonly known as the Bridge to Excellence in Public Schools Act, first enacted by Chapter
- 288 of the Acts of the General Assembly of 2002, including the funding for regional 28
- 29 differences in the cost of education under § 5–202(f) of the Education Article;
- 30 provide funds to construct public school buildings and provide public
- 31 school capital improvements in accordance with §§ 5–301 through 5–303 of the Education
- 32 Article;

- 1 (3) provide funds for capital projects at community colleges and public 2 senior higher education institutions; [and]
- 3 (4) provide funds to expand public early childhood education programs in 4 the State; **AND**
- 5 (5) PROVIDE FUNDS TO REIMBURSE COMMUNITY COLLEGES FOR 6 FOREGONE TUITION REVENUE IN ACCORDANCE WITH § 16–106.1 OF THE 7 EDUCATION ARTICLE.
- 8 (d) Expenditures from the Education Trust Fund shall be made each fiscal year 9 in accordance with the State budget.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2018.