#### FIRST REGULAR SESSION

# [PERFECTED WITH SUNSET PROVISION]

### HOUSE COMMITTEE SUBSTITUTE FOR

# **HOUSE BILL NO. 225**

### 100TH GENERAL ASSEMBLY

0820H.02E

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DANA RADEMAN MILLER, Chief Clerk

## AN ACT

To amend chapter 173, RSMo, by adding thereto one new section relating to workforce incentive grants.

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

Section A. Chapter 173, RSMo, is amended by adding thereto one new section, to be known as section 173.2553, to read as follows:

173.2553. 1. There is hereby established a "Fast-Track Workforce Incentive Grant", and any moneys appropriated by the general assembly for this program shall be used to provide grants for Missouri citizens to attend an approved Missouri postsecondary educational institution of their choice in accordance with the provisions of this section.

- 5 2. The definitions of terms set forth in section 173.1102 shall be applicable to such 6 terms as used in this section. In addition, the following terms shall mean:
  - (1) "Eligible student", an individual who:
- 8 (a) Has completed and submitted a FAFSA for the academic year for which the 9 grant is requested;
  - (b) Is a citizen or permanent resident of the United States;
- 11 (c) Is a Missouri resident as determined by reference to standards promulgated by 12 the coordinating board;
- 13 (d) Is enrolled, or plans to enroll, at least half-time as a student in an eligible 14 program of study offered by an approved public, private, or virtual institution, as defined 15 in section 173.1102;

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

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16 (e) Has an adjusted gross income, as reported on the FAFSA, that does not exceed 17 eighty thousand dollars for married filing joint taxpayers or forty thousand for all other 18 taxpayers;

- (f) Is twenty-five years of age or older at the time of enrollment and has not been enrolled in an educational program for the prior two academic years; and
  - (g) Has not earned a bachelor's degree, or higher degree;
  - (2) "Eligible program of study", a program of instruction:
- 23 (a) Resulting in the award of a certificate, undergraduate degree, or other industry-24 recognized credential; and
  - (b) That has been designated by the coordinating board as preparing students to enter an area of occupational shortage as determined by the board;
  - (3) "FAFSA", the Free Application for Federal Student Aid as maintained by the United States Department of Education.
  - 3. Standards of eligibility for renewed assistance shall be the same as for an initial award of financial assistance; except that, for renewal, an applicant shall demonstrate a grade-point average of two and five-tenths on a four-point scale, or the equivalent on another scale.
    - 4. Eligibility for a grant expires upon the earliest of:
    - (1) Receipt of the grant for four semesters or the equivalent;
  - (2) Receipt of a bachelor's degree; or
- 36 (3) Reaching two hundred percent of the time typically required to complete the 37 program of study.
  - 5. The coordinating board shall initially designate eligible programs of study by January 1, 2020. The coordinating board shall annually review the list of eligible programs of study and make changes to the program list as it determines appropriate.
  - 6. The coordinating board shall be the administrative agency for the implementation of the program established by this section. The coordinating board shall promulgate reasonable rules and regulations for the exercise of its functions and the effectuation of the purposes of this section. It shall prescribe the form and the time and method of filing applications and supervise the processing thereof. The coordinating board shall determine the criteria for eligibility of applicants and shall evaluate each applicant's eligibility. It shall select qualified recipients to receive grants, make such awards of financial assistance to qualified recipients, and determine the manner and method of payment to the recipients.
- 7. The coordinating board shall determine eligibility for renewed assistance on the basis of annual applications. As a condition to consideration for initial or renewed

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assistance, the coordinating board may require the applicant and the applicant's spouse to execute forms of consent authorizing the director of revenue to compare financial information submitted by the applicant with the Missouri individual income tax returns of the applicant, the applicant's spouse, and the applicant's parents for the taxable year immediately preceding the year for which application is made, and to report any discrepancies to the coordinating board.

- 8. Grants shall be awarded in an amount equal to the actual tuition and general fees charged of an eligible student, after all federal nonloan aid, state student aid, and any other governmental student financial aid are applied. If a grant amount is reduced to zero due to the receipt of other aid, the eligible student shall receive an award of up to five hundred dollars or the remaining cost of attendance as calculated by the institution after all nonloan student aid has been applied, whichever is less, per academic term.
- 9. If appropriated funds are insufficient to fund the program as described, students with the earliest FAFSA date shall be given priority until all funds are expended.
- 10. A recipient of financial assistance may transfer from one approved public, private, or virtual institution to another without losing eligibility for assistance under this section, but the coordinating board shall make any necessary adjustments in the amount of the award. If a recipient of financial assistance at any time is entitled to a refund of any tuition or fees under the rules and regulations of the institution in which he or she is enrolled, the institution shall pay the portion of the refund that may be attributed to the grant to the coordinating board. The coordinating board shall use these refunds to make additional awards under the provisions of this section.
- 11. (1) There is hereby created in the state treasury the "Fast-Track Workforce Incentive Grant Fund". The state treasurer shall be custodian of the fund. In accordance with sections 30.170 and 30.180, the state treasurer may approve disbursements. The fund shall be a dedicated fund and, upon appropriation, moneys in the fund shall be used solely by the coordinating board for the purposes of this section.
- (2) Notwithstanding the provisions of section 33.080 to the contrary, any moneys remaining in the fund at the end of the biennium shall not revert to the credit of the general revenue fund.
- (3) The state treasurer shall invest moneys in the fund in the same manner as other funds are invested. Any interest and moneys earned on such investments shall be credited to the fund.
- 12. The coordinating board shall have the authority to promulgate rules to implement the provisions of this section. 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

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become effective only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable, and if any of 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 authority and any rule proposed or adopted after August 28, 2019, shall be invalid and void.

- 13. Under section 23.253 of the Missouri sunset act:
- (1) The provisions of the new program authorized under this section shall automatically sunset three years after the effective date of this section unless reauthorized by an act of the general assembly;
- (2) If such program is reauthorized, the program authorized under this section shall automatically sunset six years after the effective date of the reauthorization of this section; and
- (3) This section shall terminate on September first of the calendar year immediately following the calendar year in which the program authorized under this section is sunset.

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