

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2019

H.B. 644
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HOUSE PRINCIPAL CLERK

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HOUSE BILL DRH40288-MKa-113A

Short Title: Tuition Grants for NCSSM Graduates.

(Public)

Sponsors: Representative Fraley.

Referred to:

1 A BILL TO BE ENTITLED
2 AN ACT TO PROVIDE THAT TUITION GRANTS BE PROVIDED TO STATE RESIDENTS
3 WHO GRADUATE FROM THE NORTH CAROLINA SCHOOL OF SCIENCE AND
4 MATHEMATICS AND ENROLL FULL-TIME AT AN ELIGIBLE INSTITUTION OF
5 HIGHER EDUCATION FOR UP TO FOUR ACADEMIC YEARS.

6 The General Assembly of North Carolina enacts:

7 **SECTION 1.** Article 23 of Chapter 116 of the General Statutes is amended by adding
8 a new Part to read:

9 "Part 5. Tuition Grant for Graduates of the North Carolina School of Science and Mathematics.

10 "§ 116-209.80. Tuition grants for graduates to attend an eligible institution of higher
11 education.

12 (a) Within the funds available, a State resident who graduates from the North Carolina
13 School of Science and Mathematics (NCSSM) in each school year, beginning with the 2019-2020
14 school year, and who enrolls as a full-time student in an eligible institution of higher education
15 in the next academic year after graduation shall be eligible for a tuition grant awarded under this
16 Part. Students who receive initial tuition grants as a cohort of a graduating class of NCSSM shall
17 also be eligible to apply for tuition grants for subsequent academic years for up to a total of four
18 academic years. A student shall be continuously enrolled in an eligible institution of higher
19 education after the award of the initial tuition grant to be eligible for tuition grants in subsequent
20 academic years. The Authority shall have the discretion to waive this requirement if the student
21 is able to demonstrate that any of the following have substantially disrupted or interrupted the
22 student's pursuit of a degree: (i) a military service obligation, (ii) serious medical debilitation,
23 (iii) a short-term or long-term disability, or (iv) other extraordinary hardship.

24 (b) For the purposes of this Part, "an eligible institution of higher education" shall mean
25 a constituent institution of The University of North Carolina or a private institution of higher
26 education located in North Carolina as described in G.S. 116-280(3). The amount of the tuition
27 grant to each graduate shall be determined and distributed as provided in G.S. 116-209.81.

28 "§ 116-209.81. Administration of tuition grants.

29 (a) The Authority shall administer the tuition grants provided for in this Part pursuant to
30 guidelines and procedures established by the Authority consistent with its practices for
31 administering State-funded financial aid. The guidelines and procedures shall include an
32 application process and schedule, notification and disbursement procedures, standards for
33 reporting, and standards for return of tuition grants when a student withdraws. The Authority
34 shall not approve any grant until it receives proper certification from the appropriate eligible
35 institution of higher education that the student applying for the grant is an eligible student. Upon
36 receipt of the certification, the Authority shall remit, at the times it prescribes, the tuition grant



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1 to the eligible institution of higher education on behalf, and to the credit, of the student. In the
2 event a student on whose behalf a tuition grant has been paid is not enrolled and carrying a
3 minimum academic load as of the tenth classroom day following the beginning of the school
4 term for which the tuition grant was paid, the eligible institution of higher education shall refund
5 the full amount of the tuition grant to the Authority.

6 (b) Except as otherwise provided in this section, the amount of the grant awarded to a
7 student shall cover: (i) to attend a constituent institution, the tuition cost at the constituent
8 institution in which the student is enrolled or (ii) to attend a private institution of higher education
9 located in North Carolina, the tuition cost, in whole or in part, at the private institution in an
10 amount up to the highest amount of undergraduate resident tuition charged at a constituent
11 institution of The University of North Carolina for that academic year.

12 No tuition grant awarded to a student under this section shall exceed the cost of attendance
13 at a constituent institution for which the student is enrolled, or if enrolled in a North Carolina
14 private institution of higher education, exceed the highest amount of undergraduate resident
15 tuition charged at a constituent institution of The University of North Carolina for that academic
16 year.

17 (c) If a student, who is eligible for a tuition grant under this section, also receives a
18 scholarship or other grant covering the cost of attendance at the eligible institution of higher
19 education for which the tuition grant is awarded, then the amount of the tuition grant shall be
20 reduced by an appropriate amount determined by the Authority so that the total amount of
21 scholarships and grants received by the student does not exceed the cost of attendance for the
22 institution. The cost of attendance shall be determined by the Authority for each eligible
23 institution of higher education.

24 (d) In the event there are not sufficient funds to provide each eligible student with a full
25 grant as provided by this Part, each eligible student shall receive a pro rata share of funds
26 available for the academic year covered by the appropriation in the preceding fiscal year.

27 **"§ 116-209.82. North Carolina Tuition Grant Fund Reserve.**

28 The North Carolina Tuition Grant Fund Reserve shall be established as a reserve to be
29 administered by the Authority. All funds appropriated to or otherwise received by the Authority
30 to provide tuition grants under this Part, all returned tuition grant monies, and all interest earned
31 on these funds shall be placed in the Fund. The Fund shall be used for (i) tuition grants for the
32 academic year that begins in the fiscal year following the fiscal year in which the appropriation
33 is made to the Reserve and (ii) the administrative costs of the Authority, provided that no more
34 than five percent (5%) of the funds appropriated each fiscal year for tuition grants is expended
35 for administrative purposes."

36 **SECTION 2.** Notwithstanding any other provision of law, students who are State
37 residents who graduated from the North Carolina School of Science and Mathematics at the end
38 of the 2018-2019 school year and were awarded a tuition grant for the 2019-2020 academic year
39 in accordance with Section 10A.5 of S.L. 2018-5 shall be included in the award of tuition grants
40 under G.S. 116-209.81, as enacted by this act, beginning with the 2020-2021 academic year.

41 **SECTION 3.** There is appropriated from the General Fund to the North Carolina
42 Tuition Grant Fund Reserve established pursuant to G.S. 116-209.82, as enacted by this act, the
43 sum of (i) two million nine hundred fifty thousand dollars (\$2,950,000) in recurring funds for the
44 2019-2020 fiscal year to support the award of tuition grants to students who qualify pursuant to
45 Section 2 of this act and a new cohort of eligible students who graduate from the North Carolina
46 School of Science and Mathematics (NCSSM) at the end of the 2019-2020 school year and (ii)
47 one million eight hundred fifty thousand dollars (\$1,850,000) in additional recurring funds for
48 the 2020-2021 fiscal year to support the award of tuition grants to a new cohort of eligible
49 students who graduate from NCSSM at the end of the 2020-2021 school year, with a total net
50 appropriation of four million eight hundred thousand dollars (\$4,800,000) in recurring funds for

1 the 2020-2021 fiscal year for the purpose of awarding tuition grants in accordance with this act.

2 These funds shall be made available to eligible students as follows:

3 (1) Beginning with the 2019-2020 fiscal year, the Authority shall use up to seven
4 hundred fifty thousand dollars (\$750,000) to award tuition grants to each
5 cohort of eligible students who attend a private institution of higher education
6 located in North Carolina for the next academic year following the year in
7 which the funds were appropriated.

8 (2) Beginning with the 2019-2020 fiscal year, the Authority shall use up to one
9 million one hundred thousand dollars (\$1,100,000) to award tuition grants to
10 each cohort of eligible students who attend constituent institutions of The
11 University of North Carolina for the next academic year following the year in
12 which the funds were appropriated.

13 It is the intent of the General Assembly to appropriate from the General Fund to the North
14 Carolina Tuition Grant Fund Reserve the sum of one million eight hundred fifty thousand dollars
15 (\$1,850,000) in additional recurring funds for the 2021-2022 fiscal year, with a total net
16 appropriation of six million six hundred fifty thousand dollars (\$6,650,000) in recurring funds
17 for the 2021-2022 fiscal year and (ii) seven hundred fifty thousand dollars (\$750,000) in
18 additional recurring funds for the 2022-2023 fiscal year, with a total net appropriation of seven
19 million four hundred thousand dollars (\$7,400,000) in recurring funds for the 2022-2023 fiscal
20 year to fund up to four years of tuition grants for each cohort of eligible students from NCSSM
21 on an ongoing basis in accordance with this act.

22 **SECTION 4.** This act becomes effective July 1, 2019.