
SUBSTITUTE HOUSE BILL 1603

State of Washington

53rd Legislature

1993 Regular Session

By House Committee on Higher Education (originally sponsored by Representatives Locke, Jacobsen, Quall, Shin, R. Johnson, Zellinsky, Pruitt, Carlson, Jones, Basich, Wang, Patterson, Thibaudeau, R. Meyers, Kessler, Bray, Campbell, Dorn, G. Fisher, Springer, Karahalios, Roland, Eide, Sheldon, Finkbeiner, Ogden, Orr, Wineberry, Voloria, Morris, Hansen and Wolfe)

Read first time 03/03/93.

1 AN ACT Relating to higher education; amending RCW 28B.15.031,
2 28B.15.067, 28B.15.070, 28B.15.202, 28B.15.402, 28B.15.502, 28B.15.740,
3 28B.15.820, 28B.15.910, 43.88.140, 28B.101.040, and 28B.12.040; adding
4 new sections to chapter 28B.15 RCW; adding new sections to chapter
5 28B.10 RCW; adding new sections to chapter 28B.80 RCW; creating new
6 sections; and repealing RCW 28B.15.065 and 28B.15.824.

7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

8 NEW SECTION. **Sec. 1.** This act shall be known as the college
9 promise act.

10 **Sec. 2.** RCW 28B.15.031 and 1987 c 15 s 2 are each amended to read
11 as follows:

12 The term "operating fees" as used in this chapter shall include the
13 fees, other than building fees, charged all students registering at the
14 state's colleges and universities but shall not include fees for short
15 courses, self-supporting degree credit programs and courses, marine
16 station work, experimental station work, correspondence or extension
17 courses, and individual instruction and student deposits or rentals,
18 disciplinary and library fines, which colleges and universities shall

1 have the right to impose, laboratory, gymnasium, health, and student
2 activity fees, or fees, charges, rentals, and other income derived from
3 any or all revenue producing lands, buildings and facilities of the
4 colleges or universities heretofore or hereafter acquired, constructed
5 or installed, including but not limited to income from rooms,
6 dormitories, dining rooms, hospitals, infirmaries, housing or student
7 activity buildings, vehicular parking facilities, land, or the
8 appurtenances thereon, or such other special fees as may be established
9 by any college or university board of trustees or regents from time to
10 time. All moneys received as operating fees at any institution of
11 higher education shall be (~~transmitted to the state treasurer within~~
12 ~~thirty-five days of receipt to be deposited in the state general fund~~)
13 deposited in a local account containing only operating fees revenue and
14 related interest: PROVIDED, That two and one-half percent of moneys
15 received as operating fees, and an additional forty percent or more of
16 moneys received from charging operating fees above statutory minimum
17 levels be exempt from such deposit and be retained by the institutions
18 for the purposes of RCW 28B.15.820(~~(:— PROVIDED FURTHER, That money~~
19 ~~received by institutions of higher education from the periodic payment~~
20 ~~plan authorized by RCW 28B.15.411 shall be transmitted to the state~~
21 ~~treasurer within five days following the close of registration of the~~
22 ~~appropriate quarter or semester))).~~

23 **Sec. 3.** RCW 28B.15.067 and 1992 c 231 s 4 are each amended to read
24 as follows:

25 (1) (~~Tuition fees shall be established and adjusted annually under~~
26 ~~the provisions of this chapter beginning with the 1987-88 academic~~
27 ~~year. Such fees shall be identical, subject to other provisions of~~
28 ~~this chapter, for students enrolled at either state university, for~~
29 ~~students enrolled at the regional universities and The Evergreen State~~
30 ~~College and for students enrolled at any community college. Tuition~~
31 ~~fees shall reflect the undergraduate and graduate educational costs of~~
32 ~~the state universities, the regional universities and the community~~
33 ~~colleges, respectively, in the amounts prescribed in this chapter.)) By
34 July 1st of each year, the governing boards of the state universities,
35 the regional universities, The Evergreen State College, and the state
36 board for community and technical colleges shall set tuition fees and
37 student services and activities fees of the respective institutions,
38 subject to any minimum and maximum tuition fee amounts established and~~

1 adjusted annually by the higher education coordinating board under the
2 provisions of this chapter. Rates may vary by term.

3 (2) By July 1st of each year, each institution of higher education
4 and the state board for community and technical colleges shall report
5 the following to the higher education coordinating board: (a) Annual
6 tuition rates in effect beginning with the subsequent fall term; and
7 (b) steps taken to ensure that resident graduate and resident
8 professional students are not denied access due to a lack of financial
9 aid if resident graduate or resident professional rates are raised
10 above the minimum amounts established and adjusted annually by the
11 higher education coordinating board under the provisions of this
12 chapter.

13 (3) The tuition fees established under this chapter shall not apply
14 to high school students enrolling in community colleges under RCW
15 28A.600.300 through 28A.600.395.

16 **Sec. 4.** RCW 28B.15.070 and 1992 c 231 s 5 are each amended to read
17 as follows:

18 (1) The higher education coordinating board, in consultation with
19 the house of representatives and senate committees responsible for
20 higher education, the respective fiscal committees of the house of
21 representatives and senate, the office of financial management, and the
22 state institutions of higher education, shall develop by December of
23 every fourth year beginning in 1989, definitions, criteria, and
24 procedures for determining the undergraduate and graduate educational
25 costs for the state universities, regional universities, and community
26 colleges upon which minimum and maximum tuition fees will be based.

27 (2) Every four years, the state institutions of higher education in
28 cooperation with the higher education coordinating board shall perform
29 an educational cost study pursuant to subsection (1) of this section.
30 The study shall be conducted based on every fourth academic year
31 beginning with 1989-90. Institutions shall complete the studies within
32 one year of the end of the study year and report the results to the
33 higher education coordinating board for consolidation, review, and
34 distribution.

35 (3) In order to conduct the study required by subsection (2) of
36 this section, the higher education coordinating board, in cooperation
37 with the institutions of higher education, shall develop a methodology

1 that requires the collection of comparable educational cost data, which
2 utilizes a faculty activity analysis or similar instrument.

3 (4) Beginning with the 1993-94 academic year, based on the most
4 recent cost study, the higher education coordinating board shall
5 determine annual minimum and maximum tuition fees.

6 NEW SECTION. Sec. 5. The following acts or parts of acts are each
7 repealed:

8 (1) RCW 28B.15.065 and 1977 ex.s. c 322 s 6; and

9 (2) RCW 28B.15.824 and 1992 c 231 s 36.

10 **Sec. 6.** RCW 28B.15.202 and 1992 c 231 s 7 are each amended to read
11 as follows:

12 Minimum and maximum tuition fees and maximum services and
13 activities fees at the University of Washington ((and at Washington
14 State University)) for other than the summer term shall be as follows:

15 (1) For full-time resident undergraduate students ((and all other
16 full-time resident students not in graduate study programs or enrolled
17 in programs leading to the degrees of doctor of medicine, doctor of
18 dental surgery, and doctor of veterinary medicine)) who have
19 accumulated less than one hundred thirty percent of the minimum number
20 of credit hours required for the students' degree programs, the maximum
21 total tuition fees shall be ((thirty-three percent)) one-third of the
22 per student undergraduate educational costs at the state universities
23 computed as provided in RCW 28B.15.067 and 28B.15.070: PROVIDED, That
24 the building fees for each academic year shall be ((one hundred and
25 twenty dollars)) six percent of total tuition fees.

26 (2) For full-time resident undergraduate students who do not meet
27 the requirements of subsection (1) of this section, and full-time
28 resident postbaccalaureate students not enrolled in graduate or law
29 programs or in programs leading to degrees of doctor of medicine or
30 doctor of dental surgery, the minimum total tuition fees shall be
31 twenty-three percent, and the maximum total tuition fees shall be forty
32 percent of the per student graduate educational costs at the state
33 universities computed as provided in RCW 28B.15.067 and 28B.15.070:
34 PROVIDED, That the building fees for each academic year shall be six
35 percent of total tuition fees.

36 ((+2)) (3) For full-time resident graduate and law students not
37 enrolled in programs leading to the degrees of doctor of medicine((7))

1 and doctor of dental surgery~~((, and doctor of veterinary medicine))~~,
2 the minimum total tuition fees shall be twenty-three percent, and the
3 maximum total tuition fees shall be forty percent of the per student
4 graduate educational costs at the state universities computed as
5 provided in RCW 28B.15.067 and 28B.15.070: PROVIDED, That the building
6 fees for each academic year shall be ~~((one hundred and twenty dollars))~~
7 four percent of total tuition fees. Tuition rates may vary by program.

8 ~~((+3))~~ (4) For full-time resident students enrolled in programs
9 leading to the degrees of doctor of medicine~~((,))~~ and doctor of dental
10 surgery, ~~((and doctor of veterinary medicine,))~~ the total minimum
11 tuition fees shall be one hundred sixty-seven percent of ~~((such))~~ the
12 minimum fees charged in subsection ~~((+2))~~ (3) of this section:
13 PROVIDED, That the building fees for each academic year shall be
14 ~~((three hundred and forty two dollars))~~ six percent of total tuition
15 fees. Tuition rates may vary by program.

16 ~~((+4))~~ (5) For full-time nonresident undergraduate students and
17 ~~((such))~~ other full-time nonresident students not in graduate study
18 programs or enrolled in programs leading to the degrees of doctor of
19 medicine~~((,))~~ and doctor of dental surgery~~((, or doctor of veterinary~~
20 ~~medicine))~~, the minimum total tuition fees shall be one hundred percent
21 of the per student undergraduate educational costs at the state
22 universities computed as provided in RCW 28B.15.067 and 28B.15.070:
23 PROVIDED, That the building fees for each academic year shall be
24 ~~((three hundred and fifty four dollars))~~ six percent of total tuition
25 fees.

26 ~~((+5))~~ (6) For full-time nonresident graduate and law students not
27 enrolled in programs leading to the degrees of doctor of medicine~~((,))~~
28 and doctor of dental surgery~~((, and doctor of veterinary medicine))~~,
29 the minimum total tuition fees shall be sixty percent of the per
30 student graduate educational costs at the state universities computed
31 as provided in RCW 28B.15.067 and 28B.15.070: PROVIDED, That the
32 building fees for each academic year shall be ~~((three hundred and~~
33 ~~fifty four dollars))~~ four percent of total tuition fees. Tuition rates
34 may vary by program.

35 ~~((+6))~~ (7) For full-time nonresident students enrolled in programs
36 leading to the degrees of doctor of medicine~~((,))~~ and doctor of dental
37 surgery~~((, and doctor of veterinary medicine,))~~ the minimum total
38 tuition fees shall be one hundred sixty-seven percent of such fees
39 charged in subsection ~~((+5))~~ (6) of this section: PROVIDED, That the

1 building fees for each academic year shall be (~~five hundred and fifty-~~
2 ~~five dollars.~~

3 (~~7~~)) four percent of total tuition fees. Tuition rates may vary
4 by program.

5 (8) The governing board(~~s~~) of the (~~state universities~~)
6 University of Washington shall charge to and collect from each student,
7 a services and activities fee. The governing board may increase the
8 existing fee annually, consistent with budgeting procedures set forth
9 in RCW 28B.15.045, by a percentage not to exceed the annual percentage
10 increase in resident undergraduate tuition fees: PROVIDED, That such
11 percentage increase shall not apply to that portion of the services and
12 activities fee previously committed to the repayment of bonded debt.
13 The services and activities fee committee provided for in RCW
14 28B.15.045 may initiate a request to the governing board for a fee
15 increase.

16 NEW SECTION. Sec. 7. A new section is added to chapter 28B.15 RCW
17 to read as follows:

18 Minimum and maximum tuition fees and maximum services and
19 activities fees at Washington State University for other than the
20 summer term shall be as follows:

21 (1) For full-time resident undergraduate students who have
22 accumulated less than one hundred thirty percent of the minimum number
23 of credit hours required for the students' degree programs, the maximum
24 total tuition fees shall be one-third of the per student undergraduate
25 educational costs at the state universities computed as provided in RCW
26 28B.15.070: PROVIDED, That the building fees for each academic year
27 shall be six percent of total tuition fees.

28 (2) For full-time resident undergraduate students who do not meet
29 the requirements of subsection (1) of this section and full-time
30 resident postbaccalaureate students not enrolled in graduate programs
31 or in programs leading to the degree of doctor of veterinary medicine,
32 the minimum total tuition fees shall be twenty-three percent, and the
33 maximum total tuition fees shall be forty percent of the per student
34 graduate educational costs at the state universities computed as
35 provided in RCW 28B.15.067 and 28B.15.070: PROVIDED, That the building
36 fees for each academic year shall be six percent of total tuition fees.

37 (3) For full-time resident graduate students not enrolled in
38 programs leading to the degree of doctor of veterinary medicine, the

1 0minimum total tuition fees shall be twenty-three percent, and the
2 maximum total tuition fees shall be forty percent of the per student
3 graduate educational costs at the state universities computed as
4 provided in RCW 28B.15.067 and 28B.15.070: PROVIDED, That the building
5 fees for each academic year shall be four percent of total tuition
6 fees. Tuition rates may vary by program.

7 (4) For full-time resident students enrolled in programs leading to
8 the degree of doctor of veterinary medicine, the minimum total tuition
9 fees shall be one hundred sixty-seven percent of such fees charged in
10 subsection (3) of this section: PROVIDED, That the building fees for
11 each academic year shall be six percent of total tuition fees. Tuition
12 rates may vary by program.

13 (5) For full-time nonresident undergraduate students and
14 nonresident students not in graduate study programs or enrolled in
15 programs leading to the degree of doctor of veterinary medicine, the
16 minimum total tuition fees shall be one hundred percent of the per
17 student undergraduate educational costs at the state universities
18 computed as provided in RCW 28B.15.067 and 28B.15.070: PROVIDED, That
19 the building fees for each academic year shall be six percent of total
20 tuition fees.

21 (6) For full-time nonresident graduate students not enrolled in
22 programs leading to the degree of doctor of veterinary medicine, the
23 minimum total tuition fees shall be sixty percent of the per student
24 graduate educational costs at the state universities computed as
25 provided in RCW 28B.15.067 and 28B.15.070: PROVIDED, That the building
26 fees for each academic year shall be four percent of total tuition
27 fees. Tuition rates may vary by program.

28 (7) For full-time nonresident students enrolled in programs leading
29 to the degree of doctor of veterinary medicine, the minimum total
30 tuition fees shall be one hundred sixty-seven percent of such fees
31 charged in subsection (6) of this section: PROVIDED, That the building
32 fees for each academic year shall be four percent of total tuition
33 fees. Tuition rates may vary by program.

34 (8) The governing board of Washington State University shall charge
35 to and collect from each student a services and activities fee. The
36 governing board may increase the existing fee, consistent with
37 budgeting procedures set forth in RCW 28B.15.045, by a percentage not
38 to exceed the annual percentage increase in resident undergraduate
39 tuition fees: PROVIDED, That such percentage increase shall not apply

1 to that portion of the services and activities fee previously committed
2 to the repayment of bonded debt. The services and activities fee
3 committee provided for in RCW 28B.15.045 may initiate a request to the
4 governing board for a fee increase.

5 **Sec. 8.** RCW 28B.15.402 and 1992 c 231 s 10 are each amended to
6 read as follows:

7 Minimum and maximum tuition fees and maximum services and
8 activities fees at the regional universities and The Evergreen State
9 College for other than the summer term shall be as follows:

10 (1) Except as provided for in section 10 of this act, for full-time
11 resident undergraduate students ((and all other full-time resident
12 students not in graduate study programs)) who have accumulated less
13 than one hundred thirty percent of the minimum number of credit hours
14 needed for the students' degree programs, the maximum total tuition
15 fees shall be twenty-five percent of the per student undergraduate
16 educational costs at the regional universities computed as provided in
17 RCW 28B.15.067 and 28B.15.070: PROVIDED, That the building fees for
18 each academic year shall be ((seventy-six dollars and fifty cents))
19 five percent of total tuition fees.

20 (2) For full-time resident undergraduate students who do not meet
21 the requirements of subsection (1) of this section and full-time
22 resident postbaccalaureate students not enrolled in graduate programs,
23 the minimum total tuition fees shall be twenty-three percent, and the
24 maximum total tuition fees shall be forty percent of the per student
25 graduate educational costs at the regional universities computed as
26 provided in RCW 28B.15.067 and 28B.15. 070: PROVIDED, That the
27 building fees for each academic year shall be five percent of total
28 tuition fees.

29 (3) For full-time resident graduate students, the minimum total
30 tuition fees shall be twenty-three percent, and the maximum total
31 tuition fees shall be forty percent of the per student graduate
32 educational costs at the regional universities computed as provided in
33 RCW 28B.15.067 and 28B.15.070: PROVIDED, That the building fees for
34 each academic year shall be ((seventy-six dollars and fifty cents))
35 three percent of total tuition fees. Tuition rates may vary by
36 program.

37 ~~((+3))~~ (4) Except as provided for in section 10 of this act, for
38 full-time nonresident undergraduate students and all other full-time

1 nonresident students not in graduate study programs, the minimum total
2 tuition fees shall be one hundred percent of the per student
3 undergraduate educational costs at the regional universities computed
4 as provided in RCW 28B.15.067 and 28B.15.070: PROVIDED, That the
5 building fees for each academic year shall be (~~two hundred and ninety-~~
6 ~~five dollars and fifty cents~~) five percent of total tuition fees.

7 (~~(4)~~) (5) For full-time nonresident graduate students, the
8 minimum total tuition fees shall be seventy-five percent of the per
9 student graduate educational costs at the regional universities
10 computed as provided in RCW 28B.15.067 and 28B.15.070: PROVIDED, That
11 the building fees for each academic year shall be (~~two hundred and~~
12 ~~ninety-five dollars and fifty cents~~) four percent of total tuition
13 fees. Tuition rates may vary by program.

14 (~~(5)~~) (6) The governing boards of each of the regional
15 universities and The Evergreen State College shall charge to and
16 collect from each student, a services and activities fee. The
17 governing board may increase the existing fee annually, consistent with
18 budgeting procedures set forth in RCW 28B.15.045, by a percentage not
19 to exceed the annual percentage increase in resident undergraduate
20 tuition fees: PROVIDED, That such percentage increase shall not apply
21 to that portion of the services and activities fee previously committed
22 to the repayment of bonded debt. The services and activities fee
23 committee provided for in RCW 28B.15.045 may initiate a request to the
24 governing board for a fee increase.

25 **Sec. 9.** RCW 28B.15.502 and 1992 c 231 s 11 are each amended to
26 read as follows:

27 Minimum and maximum tuition fees and maximum services and
28 activities fees at each community college for other than the summer
29 term shall be set by the state board for community and technical
30 colleges as follows:

31 (1) For full-time resident students, the maximum total tuition fees
32 shall be twenty-three percent of the per student educational costs at
33 the community colleges computed as provided in RCW 28B.15.067 and
34 28B.15.070: PROVIDED, That the building fees for each academic year
35 shall be (~~one hundred and twenty-seven dollars and fifty cents~~)
36 fifteen percent of tuition fees.

37 (2) For full-time nonresident students, the minimum total tuition
38 fees shall be one hundred percent of the per student educational costs

1 at the community colleges computed as provided in RCW 28B.15.067 and
2 28B.15.070: PROVIDED, That the building fees for each academic year
3 shall be (~~four hundred and three dollars and fifty cents~~) eleven
4 percent of tuition fees.

5 (3) The governing boards of each of the state community colleges
6 shall charge to and collect from each student a services and activities
7 fee. Each governing board may increase the existing fee annually,
8 consistent with budgeting procedures set forth in RCW 28B.15.045, by a
9 percentage not to exceed the annual percentage increase in resident
10 student tuition fees: PROVIDED, That such percentage increase shall
11 not apply to that portion of the services and activities fee previously
12 committed to the repayment of bonded debt. The services and activities
13 fee committee provided for in RCW 28B.15.045 may initiate a request to
14 the governing board for a fee increase.

15 (4) Tuition and services and activities fees consistent with
16 subsection (3) of this section shall be set by the state board for
17 community and technical colleges for summer school students unless the
18 community college charges fees in accordance with RCW 28B.15.515.

19 Subject to the limitations of RCW 28B.15.910, each governing board
20 may charge such fees for ungraded courses, noncredit courses, community
21 services courses, and self-supporting courses as it, in its discretion,
22 may determine, consistent with the rules and regulations of the state
23 board for community and technical colleges.

24 Before June 30, 1995, no individual waiver program under this
25 section may be reduced by more than twice the percentage reduction
26 required in operating fee foregone revenue from tuition waivers in the
27 biennial state appropriations act.

28 NEW SECTION. **Sec. 10.** A new section is added to chapter 28B.15
29 RCW to read as follows:

30 (1) Eastern Washington University may, on a pilot basis for the
31 1993-1995 biennium, increase tuition and vary rates by program, for
32 students enrolled in certain high-cost undergraduate programs in the
33 allied health sciences. For programs in which tuition is increased,
34 the university shall ensure that resident students are not denied
35 access due to a lack of financial aid. Except for moneys deposited in
36 the institutional long-term loan fund under RCW 28B.15.031, additional
37 moneys received from the increase shall be used for improvements in the
38 respective programs. By January 1, 1995, the university shall report

1 to the higher education coordinating board, and the higher education
2 and fiscal committees of the house of representatives and the senate
3 regarding the impact of any increased rates on program quality and
4 access.

5 (2) This section shall expire June 30, 1995.

6 NEW SECTION. **Sec. 11.** A new section is added to chapter 28B.15
7 RCW to read as follows:

8 It is the intent of the legislature that:

9 In making appropriations from the state's general fund to
10 institutions of higher education, each appropriation shall conform to
11 the following:

12 (1) The appropriation shall be reduced by the amount of operating
13 fees revenue estimated to be collected from students enrolled at the
14 state-funded enrollment level specified in the omnibus biennial
15 operating appropriations act, and paying fees at the minimum or maximum
16 rates established in this chapter, minus obligations under RCW
17 28B.15.820 and 43.99I.040 and minus the amount of waived operating fees
18 authorized under RCW 28B.15.910;

19 (2) The appropriation shall not be reduced by the amount of
20 operating fees revenue collected from students enrolled above the
21 state-funded level, but within the overenrollment limitations,
22 specified in the omnibus biennial operating appropriations act;

23 (3) The general fund--state appropriation shall not be reduced by
24 the amount of operating fees revenue collected as a result of waiving
25 less operating fees revenue than the amounts authorized under RCW
26 28B.15.910; and

27 (4) The appropriation shall not be reduced by revenue resulting
28 from operating fee rates being set above the minimum rates established
29 in this chapter, nor shall the appropriation be increased as a result
30 of operating fee rates established below the maximum rates established
31 in this chapter.

32 NEW SECTION. **Sec. 12.** A new section is added to chapter 28B.15
33 RCW to read as follows:

34 For the purpose of charging tuition fees and services and
35 activities fees, in any academic term a full-time undergraduate student
36 is a student registered for ten or more credit hours.

1 NEW SECTION. **Sec. 13.** A new section is added to chapter 28B.15
2 RCW to read as follows:

3 It is the intent of the legislature that resident students and
4 students with limited financial resources not be adversely impacted as
5 a result of revised tuition policies. These revised tuition policies
6 include permitting institutional governing boards to charge tuition
7 fees above statutory minimum levels; vary tuition for different
8 graduate programs; and retain operating fees locally. By October 30th
9 of each even-numbered year, the higher education coordinating board
10 shall provide a tuition and fees report to the governor and appropriate
11 legislative committees. The report shall include, but need not be
12 limited to: The number of resident and nonresident students enrolled
13 at each public college and university; a comparison of resident to
14 nonresident enrollment over time; any impact of differential
15 programmatic tuition rates on needy students; any impact of
16 institutional tuition and enrollment policies on the board's goals as
17 outlined in the master plan update; and recommendations for any
18 legislation needed to maintain enrollment opportunities for resident
19 students.

20 **Sec. 14.** RCW 28B.15.740 and 1992 c 231 s 26 are each amended to
21 read as follows:

22 Subject to the limitations of RCW 28B.15.910, the governing boards
23 of the state universities, the regional universities, The Evergreen
24 State College, and the community colleges may waive all or a portion of
25 tuition and fees (~~(subject to the following restrictions:~~

26 ~~(1) Except as provided in subsection (2) of this section, the total~~
27 ~~dollar amount of tuition and fee waivers awarded by the governing~~
28 ~~boards shall not exceed four percent, except for the community colleges~~
29 ~~considered as a whole, such amount shall not exceed three percent of an~~
30 ~~amount determined by estimating the total collections from tuition and~~
31 ~~services and activities fees had no such waivers been made, and~~
32 ~~deducting the portion of that total amount that is attributable to the~~
33 ~~difference between resident and nonresident fees: PROVIDED, That at~~
34 ~~least three-fourths of the dollars waived shall be)) for needy students~~
35 who are eligible for resident tuition and fee rates pursuant to RCW
36 28B.15.012 through 28B.15.015(~~(: PROVIDED FURTHER, That the remainder~~
37 ~~of the dollars waived, not to exceed one-fourth of the total, may be~~
38 ~~applied to other students at the discretion of the governing boards,~~

1 ~~except on the basis of participation in intercollegiate athletic~~
2 ~~programs: PROVIDED FURTHER, That the waivers for undergraduate and~~
3 ~~graduate students of foreign nations under RCW 28B.15.556 are not~~
4 ~~subject to the limitation under this section.~~

5 ~~(2) In addition to the tuition and fee waivers provided in~~
6 ~~subsection (1) of this section and subject to the provisions of RCW~~
7 ~~28B.15.455 and 28B.15.460, a total dollar amount of tuition and fee~~
8 ~~wavers awarded by any state university, regional university, or state~~
9 ~~college under this chapter, not to exceed one percent, as calculated in~~
10 ~~subsection (1) of this section, may be used for the purpose of~~
11 ~~achieving or maintaining gender equity in intercollegiate athletic~~
12 ~~programs. At any institution that has an underrepresented gender class~~
13 ~~in intercollegiate athletics, any such waivers shall be awarded:~~

14 ~~(a) First, to members of the underrepresented gender class who~~
15 ~~participate in intercollegiate athletics, where such waivers result in~~
16 ~~saved or displaced money that can be used for athletic programs for the~~
17 ~~underrepresented gender class. Such saved or displaced money shall be~~
18 ~~used for programs for the underrepresented gender class; and~~

19 ~~(b) Second, (i) to nonmembers of the underrepresented gender class~~
20 ~~who participate in intercollegiate athletics, where such waivers result~~
21 ~~in saved or displaced money that can be used for athletic programs for~~
22 ~~members of the underrepresented gender class. Such saved or displaced~~
23 ~~money shall be used for programs for the underrepresented gender class;~~
24 ~~or (ii) to members of the underrepresented gender class who participate~~
25 ~~in intercollegiate athletics, where such waivers do not result in any~~
26 ~~saved or displaced money that can be used for athletic programs for~~
27 ~~members of the underrepresented gender class.~~

28 ~~(3) Before June 30, 1995, no individual waiver program under this~~
29 ~~section may be reduced by more than twice the percentage reduction~~
30 ~~required in operating fee foregone revenue from tuition waivers in the~~
31 ~~biennial state appropriations act)).~~

32 NEW SECTION. **Sec. 15.** A new section is added to chapter 28B.15
33 RCW to read as follows:

34 Subject to the limitations of RCW 28B.15.910, the governing boards
35 of the state universities, the regional universities, The Evergreen
36 State College, and the community colleges may waive all or a portion of
37 tuition and fees for any student except on the basis of participation
38 in intercollegiate athletics: PROVIDED, That the total revenue waived

1 by each institution shall not exceed one percent of an amount
2 determined by estimating the total collections from tuition and
3 services and activities fees had no such waivers been made, and
4 deducting the portion of that total amount that is attributable to the
5 difference between resident and nonresident fees.

6 NEW SECTION. **Sec. 16.** A new section is added to chapter 28B.15
7 RCW to read as follows:

8 Subject to the limitations of RCW 28B.15.910 and to RCW 28B.15.455
9 and 28B.15.460, the governing boards of the state universities, the
10 regional universities, and The Evergreen State College may waive all or
11 a portion of tuition and services and activities fees for the purpose
12 of achieving or maintaining gender equity in intercollegiate athletic
13 programs. At any institution of higher education that has an
14 underrepresented gender class in intercollegiate athletics, any such
15 waivers shall be awarded:

16 (1) First, to members of the underrepresented gender class who
17 participate in intercollegiate athletics, where such waivers result in
18 saved or displaced money that can be used for athletic programs for the
19 underrepresented gender class. Such saved or displaced money shall be
20 used for programs for the underrepresented gender class; and

21 (2) Second, (a) to nonmembers of the underrepresented gender class
22 who participate in intercollegiate athletics, where such waivers result
23 in saved or displaced money that can be used for athletic programs for
24 members of the underrepresented gender class. Such saved or displaced
25 money shall be used for programs for the underrepresented gender class;
26 or (b) to members of the underrepresented gender class who participate
27 in intercollegiate athletics, where such waivers do not result in any
28 saved or displaced money that can be used for athletic programs for
29 members of the underrepresented gender class.

30 NEW SECTION. **Sec. 17.** A new section is added to chapter 28B.15
31 RCW to read as follows:

32 Subject to the limitations of RCW 28B.15.910, the governing boards
33 of the state universities, regional universities, and The Evergreen
34 State College may waive all or a portion of tuition fees for full-time
35 resident undergraduate students who have accumulated more than one
36 hundred thirty percent of the minimum number of credit hours required
37 for the students' degree programs, and for full-time resident

1 postbaccalaureate students who are not enrolled in graduate or law
2 programs or in programs leading to a degree in doctor of medicine,
3 doctor of dental surgery, or doctor of veterinary medicine.

4 **Sec. 18.** RCW 28B.15.820 and 1985 c 390 s 35 are each amended to
5 read as follows:

6 (1) Each (~~(institution of higher education)~~) state university,
7 regional university, The Evergreen State College, and community and
8 technical college shall deposit two and one-half percent of revenues
9 collected from tuition and services and activities fees in an
10 institutional long-term loan fund which is hereby created and which
11 shall be held locally. Moneys in such fund shall be used to make
12 guaranteed loans to eligible students except as provided for in
13 subsection (10) of this section.

14 (2) An "eligible student" for the purposes of this section is a
15 student who is registered for at least six credit hours or the
16 equivalent, except at technical colleges; who is eligible for resident
17 tuition and fee rates as defined in RCW 28B.15.012 (~~(through~~
18 ~~28B.15.015,)~~) and 28B.15.013; and who is a "needy student" as defined
19 in RCW 28B.10.802.

20 (3) The amount of the loans made under subsection (1) of this
21 section shall not exceed the demonstrated financial need of the
22 student. Each institution shall establish loan terms and conditions
23 which shall be consistent with the terms of the guaranteed loan program
24 established by 20 U.S. Code Section 1071 et seq., as now or hereafter
25 amended. All loans made shall be guaranteed by the Washington student
26 loan guaranty association or its successor agency. Institutions are
27 hereby granted full authority to operate as an eligible lender under
28 the guaranteed loan program.

29 (4) Before approving a guaranteed loan, each institution shall
30 analyze the ability of the student to repay the loan based on factors
31 which include, but are not limited to, the student's accumulated total
32 education loan burdens and the employment opportunities and average
33 starting salary characteristics of the student's chosen fields of
34 study. The institution shall counsel the student on the advisability
35 of acquiring additional debt, and on the availability of other forms of
36 financial aid.

37 (5) Each institution is responsible for collection of loans made
38 under subsection (1) of this section and shall exercise due diligence

1 in such collection, maintaining all necessary records to insure that
2 maximum repayments are made. Institutions shall cooperate with other
3 lenders and the Washington student loan guaranty association, or its
4 successor agency, in the coordinated collection of guaranteed loans,
5 and shall assure that the guarantability of the loans is not violated.
6 Collection and servicing of loans under subsection (1) of this section
7 shall be performed by entities approved for such servicing by the
8 Washington student loan guaranty association or its successor agency:
9 PROVIDED, That institutions be permitted to perform such servicing if
10 specifically recognized to do so by the Washington student loan
11 guaranty association or its successor agency. Collection and servicing
12 of loans made by community colleges under subsection (1) of this
13 section shall be coordinated by the state board for community and
14 technical colleges ~~((education))~~ and shall be conducted under
15 procedures adopted by such state board.

16 (6) Receipts from payment of interest or principal or any other
17 subsidies to which institutions as lenders are entitled, which are paid
18 by or on behalf of borrowers of funds under subsection (1) of this
19 section, shall be deposited in each institution's general local fund
20 and shall be used to cover the costs of making the loans under
21 subsection (1) of this section and maintaining necessary records and
22 making collections under subsection (5) of this section: PROVIDED,
23 That such costs shall not exceed five percent of aggregate outstanding
24 loan principle. Institutions shall maintain accurate records of such
25 costs, and all receipts beyond those necessary to pay such costs, shall
26 be used for the support of the institution's operating budget.

27 (7) The boards of regents of the state universities, the boards of
28 trustees of the regional universities and The Evergreen State College,
29 and the state board for community and technical colleges ~~((education))~~,
30 on behalf of the community colleges, shall each adopt necessary rules
31 and regulations to implement this section.

32 (8) Lending activities under this section shall be directed toward
33 students who would not normally have access to educational loans from
34 private financial institutions in Washington state, and maximum use
35 shall be made of secondary markets in the support of loan
36 consolidation.

37 (9) Short-term interim loans, not to exceed one hundred twenty
38 days, may be made from the institutional long-term loan fund to
39 students eligible for guaranteed student loans and whose receipt of

1 such loans is pending. Such short-term loans shall not be subject to
2 the guarantee restrictions or the constraints of federal law imposed by
3 subsection (3) of this section. No such loan shall be made to any
4 student who is known by the institution to be in default or delinquent
5 in the payment of any outstanding student loan.

6 (10) Any moneys deposited in the institutional long-term loan fund
7 (~~((which))~~ that are not used in making long or short term loans (~~((or~~
8 ~~transferred to institutional operating budgets))~~) may be used by the
9 institution for locally-administered financial aid programs for needy
10 students, such as need-based institutional employment programs or need-
11 based tuition and fee waiver programs. These funds shall be used in
12 addition to and not to replace institutional funds which would
13 otherwise support these locally-administered financial aid programs.

14 (a) Except moneys received from charging operating fees above
15 statutory minimum levels, priority in the use of these funds shall be
16 given to needy students who have accumulated excessive educational loan
17 burdens. An excessive educational loan burden is a burden that will be
18 difficult to repay given employment opportunities and average starting
19 salaries in the student's chosen fields of study.

20 (b) Except as provided for in (c) of this subsection, any moneys in
21 the fund received from charging operating fees above statutory minimum
22 levels shall be used for needy resident graduate and law students, and
23 resident students enrolled in programs leading to a doctoral degree in
24 medicine, dental surgery, or veterinary medicine.

25 (c) At Eastern Washington University, any money in the fund
26 received from charging operating fees above statutory minimum levels in
27 undergraduate programs in the allied health sciences shall be used for
28 needy resident undergraduate students enrolled in those programs.

29 **Sec. 19.** RCW 28B.15.910 and 1992 c 231 s 33 are each amended to
30 read as follows:

31 (1) Except for revenue waived under programs listed in subsection
32 (3) of this section, and unless otherwise expressly provided in the
33 omnibus state appropriations act, the total amount of operating fee
34 revenue waived, exempted, or reduced by a state university, a regional
35 university, The Evergreen State College, or the community colleges as
36 a whole, shall not exceed the percentage of total net authorized
37 operating fees revenue set forth below. As used in this section, "net
38 authorized operating fees revenue" means the estimated gross operating

1 fees revenue as estimated under RCW 82.33.020, before granting any
2 waivers, minus obligations under RCW 28B.15.820. This limitation
3 applies to all tuition waiver programs established before or after July
4 1, 1992.

5	(a) University of Washington	21 percent
6	(b) Washington State University	20 percent
7	(c) Eastern Washington University	11 percent
8	(d) Central Washington University	8 percent
9	(e) Western Washington University	10 percent
10	(f) The Evergreen State College	6 percent
11	(g) Community colleges as a whole	35 percent

12 (2) The limitations in subsection (1) of this section apply to
13 waivers, exemptions, or reductions in operating fees contained in the
14 following:

- 15 (a) RCW 28B.10.265;
- 16 (b) RCW 28B.15.014;
- 17 (c) RCW 28B.15.100;
- 18 (d) RCW 28B.15.225;
- 19 (e) RCW 28B.15.380;
- 20 (f) Ungraded courses under RCW 28B.15.502(4);
- 21 (g) RCW 28B.15.520;
- 22 (h) RCW 28B.15.526;
- 23 (i) RCW 28B.15.527;
- 24 (j) RCW 28B.15.543;
- 25 (k) RCW 28B.15.545;
- 26 (l) RCW 28B.15.555;
- 27 (m) RCW 28B.15.556;
- 28 (n) RCW 28B.15.615;
- 29 (o) RCW 28B.15.620;
- 30 (p) RCW 28B.15.628;
- 31 (q) RCW 28B.15.725;
- 32 (r) RCW 28B.15.730;
- 33 (s) RCW 28B.15.740;
- 34 (t) RCW 28B.15.750;
- 35 (u) RCW 28B.15.756;
- 36 (v) RCW 28B.50.259;
- 37 (w) RCW 28B.70.050; ((and))
- 38 (x) RCW 28B.80.580;
- 39 (y) RCW 28B.15.--- (section 15 of this act);

1 (z) RCW 28B.15.--- (section 16 of this act); and

2 (aa) RCW 28B.15.--- (section 17 of this act).

3 (3) The limitations in subsection (1) of this section do not apply
4 to waivers, exemptions, or reductions in services and activities fees
5 contained in the following:

6 (a) RCW 28B.15.522;

7 (b) RCW 28B.15.535;

8 (c) RCW 28B.15.540; and

9 (d) RCW 28B.15.558.

10 **Sec. 20.** RCW 43.88.140 and 1981 c 270 s 9 are each amended to read
11 as follows:

12 (1) All appropriations shall lapse at the end of the fiscal period
13 for which the appropriations are made to the extent that they have not
14 been expended or lawfully obligated.

15 (2) Appropriations made to any institution of higher education that
16 meet the requirements of section 22 of this act are exempt from
17 subsection (1) of this section.

18 NEW SECTION. **Sec. 21.** The higher education efficiency account for
19 [institution's name] is created in the custody of the state treasurer.
20 The account may receive moneys through gifts, grants, or donations to
21 the state for the purposes of the account. Any state general fund
22 appropriations made to an institution's higher education efficiency
23 account that are unexpended or unencumbered on the last day of any
24 biennium shall be deposited in the account. Expenditures from the
25 account shall be used only in accordance with the plan adopted by the
26 institution's governing board. Only the governing board or its
27 designee may authorize expenditures from the account. Moneys in the
28 account shall not be expended for promotions, the correction of salary
29 inequities or market disparities, or for salary or enrollment increases
30 above the level set in the biennial appropriations acts.

31 No appropriation is required for an expenditure from the account.
32 The account is not subject to the allotment procedures under chapter
33 43.88 RCW. Unexpended and unencumbered moneys that remain in the
34 account at the end of the biennium do not revert to the state general
35 fund, but remain in the account. However, if by the beginning of the
36 next calendar year, the institution's governing board has not approved

1 the institution's expenditure plan, moneys in the account shall revert
2 to the state general fund.

3 NEW SECTION. **Sec. 22.** A new section is added to chapter 28B.15
4 RCW to read as follows:

5 An institution of higher education that meets the following
6 requirements may retain unexpended state appropriations at the end of
7 a fiscal period.

8 (1) Before any funds are expended, the institution's governing
9 board shall adopt an expenditure plan for the funds.

10 (2) The expenditure plan may include, but is not limited to the
11 following types of activities:

12 (a) Matching private donations to the distinguished professorship,
13 graduate fellowship, and exceptional faculty awards programs;

14 (b) Recruiting and retaining underrepresented minorities and
15 students with disabilities;

16 (c) Providing financial aid to needy students;

17 (d) Enhancing instructional quality; and

18 (e) Participating in collaborative efforts with other educational
19 sectors.

20 NEW SECTION. **Sec. 23.** It is the intent of the legislature to
21 restructure and fully fund the state's system of financial aid. The
22 restructured financial aid system shall be known as college promise.

23 NEW SECTION. **Sec. 24.** (1) The higher education coordinating board
24 shall restructure the state's financial aid programs into a
25 comprehensive and coordinated system of assistance known as college
26 promise. College promise shall expand and modify three existing
27 programs for needy students: The state need grant program under RCW
28 28B.10.790 through 28B.10.824; the state work study program under
29 chapter 28B.12 RCW; and the educational opportunity grant program under
30 chapter 28B.101 RCW. In addition, college promise may include a
31 demonstration project to assist needy students whose parents did not
32 complete a degree or certificate from an institution of higher
33 education. College promise shall be implemented beginning in the 1995-
34 96 academic year.

35 (2) By January 1, 1994, the higher education coordinating board, in
36 consultation with the house of representatives and senate higher

1 education and fiscal committees, and the institutions of higher
2 education, shall develop a detailed implementation plan for college
3 promise. In preparing the plan, the board shall follow the goals and
4 priorities set forth in sections 25 and 26 of this act. The plan shall
5 include, but not be limited to:

6 (a) Specific program eligibility measures and application
7 procedures for the new populations of state financial aid recipients
8 identified in section 26 of this act;

9 (b) Specific need analysis criteria and asset protection
10 allowances;

11 (c) Estimates of how many state residents, both those who are
12 currently enrolled in a college or university, and those not currently
13 enrolled, would be eligible and would apply for aid under the expanded
14 eligibility criteria identified in section 26 of this act. The
15 estimates, developed in consultation with the office of financial
16 management, the office of the superintendent of public instruction, and
17 other agencies as appropriate, shall take into account state economic
18 and demographic factors and other appropriate information;

19 (d) Estimates of where the new aid applicants identified under (c)
20 of this subsection would choose to enroll by type of institution and
21 level of program; and

22 (e) Estimates of the costs for each state financial aid program,
23 including the state need grant program under RCW 28B.10.790 through
24 28B.10.824; the state work study program under chapter 28B.12 RCW; and
25 the educational opportunity grant program under chapter 28B.101 RCW to
26 accommodate any new aid applicants estimated under (c) of this
27 subsection, as offset by nonstate sources of aid. Separate cost
28 estimates shall be made for each of the new aid populations identified
29 under section 26 of this act.

30 (3) It is the intent of the legislature that the cost estimates
31 completed under subsection (2) of this section shall be the basis for
32 determining funding levels for state financial aid programs for each
33 year of the 1995-97 biennium.

34 (4) The methodologies used to estimate costs under subsection (2)
35 of this section shall be used for the annual cost estimates required
36 under section 27 of this act.

37 (5) The plan completed under subsection (2) of this section shall
38 be deemed approved on June 30, 1994, unless legislation is enacted to
39 alter the policies set forth in the plan. The board shall also propose

1 to the legislature any changes to the laws governing state financial
2 aid programs that it deems necessary to accomplish the purposes of
3 college promise.

4 NEW SECTION. **Sec. 25.** In restructuring the state's financial aid
5 programs, the higher education coordinating board shall follow these
6 goals:

7 (1) For all need-based financial aid programs under RCW 28B.10.790
8 through 28B.10.824 and chapters 28B.12 and 28B.101 RCW:

9 (a) Through a mix of federal, state, and other resources:

10 (i) Limit the debt of an undergraduate student to no more than one-
11 half of a student's cost of attendance; and

12 (ii) Provide more self-help opportunities than grant aid to middle-
13 income students, and approximately equal amounts of self-help
14 opportunities and grant aid to low-income and lower middle-income
15 students. Self-help opportunities include work study and loans;

16 (b) In determining eligibility for state financial aid programs,
17 shelter home equity on a family's principal place of residence, and
18 shelter a reasonable portion of savings and farm or business net worth,
19 each insofar as is permissible under state and federal law;

20 (c) Consistent with federal law, simplify the financial aid
21 application process;

22 (d) Strive to preserve a range of educational options for needy
23 students, including choice of institutions and programs;

24 (e) Recognize otherwise unfunded equipment and assistance needed to
25 accommodate students with disabilities reasonably; and

26 (f) Deliver clear and timely information to current and future
27 postsecondary students about the costs of attending college and
28 available financial aid.

29 (2) For the state need grant program under RCW 28B.10.790 through
30 28B.10.824: As funds are available, expand the program to include new
31 populations of resident students in the following priority order,
32 ensuring that undergraduate students with the most demonstrated
33 financial need receive full grants before less needy students receive
34 any grant:

35 (a) Low-income undergraduates;

36 (b) Lower middle-income undergraduates;

37 (c) Middle-income undergraduates; and

1 (d) Resident graduate and professional students, following the
2 income priorities established for undergraduate students.

3 (3) For the state work study program under chapter 28B.12 RCW:
4 Increase employment opportunities including off-campus job
5 opportunities with off-campus community service employers.

6 (4) For students whose parents did not complete a higher education
7 degree or certificate: Determine the feasibility of providing grants
8 to needy first generation scholars.

9 NEW SECTION. **Sec. 26.** In implementing the goals for expanding
10 financial aid to needy undergraduate students, the board shall be
11 guided by the following matrix. The matrix defines income levels, and
12 for each level, the funding priority, and the assistance mix goal.
13 Income levels shall be adjusted annually for family size and changes in
14 the state's median income. It is the intent of the legislature these
15 goals not impair the ability of financial aid officers to adjust aid
16 packages to meet the needs of students. However, it is the further
17 intent of the legislature that financial aid officers, insofar as
18 possible attempt to implement these goals.

19 Goals for Funding Needy Undergraduate Students

20 Classification:	Low-income	Lower middle-income	Middle-income
21 Family 22 Income: 23 (1991 dollars, 24 family of four)	0-\$20,864	\$20,865-\$31,296	\$31,297-\$52,160
25 Percentage 26 of State 27 Median 28 Income:	Fifty percent	Fifty-one to seventy-five percent	Seventy-six to one hundred twenty-five percent
29 Priority for 30 Receiving 31 Grants:	First	Second	Third
32 Assistance 33 Mix goal:	One-half grants	One-half grants	Up to one-third grants
34 35 36	One-half work study and loans	One-half work study and loans	Two-thirds work study and loans

37 NEW SECTION. **Sec. 27.** By September 1st of each even-numbered
38 year, the higher education coordinating board shall adopt an estimate

1 of the amount of funding, annualized for each fiscal year, that will be
2 needed during the ensuing biennium to fully fund each of the state's
3 student financial aid programs including but not limited to: RCW
4 28B.10.210 through 28B.10.220, 28B.10.790 through 28B.10.824, chapters
5 28B.12, 28B.101, and 28B.102 RCW, and, if funded, the first generation
6 scholars demonstration project. The board shall report its findings to
7 the governor, and the house of representatives and senate fiscal and
8 higher education committees.

9 NEW SECTION. **Sec. 28.** In administering the state student
10 financial aid program, also known as the state need grant program,
11 under RCW 28B.10.790 through 28B.10.824, the higher education
12 coordinating board shall proceed substantially as follows unless it
13 determines that a modification is required in order to conform with
14 federal law or to improve the administration of the program, consistent
15 with the purposes of this chapter.

16 (1) Define and assist additional populations of needy students as
17 funding becomes available, in the priorities described in section 25 of
18 this act, and using income level classification definitions as
19 described in section 26 of this act.

20 (2) In calculating eligibility for aid, where not otherwise
21 inconsistent with federal or state law, shelter home equity on a
22 family's principal place of residence and shelter a reasonable amount
23 of savings and a reasonable portion of farm or business net worth, in
24 order to equitably evaluate family ability to pay.

25 (3) To the extent feasible, adjust the student budget of a needy
26 student with disabilities to reflect otherwise unfunded equipment or
27 assistance needed to reasonably accommodate the student in a
28 postsecondary education or training program.

29 **Sec. 29.** RCW 28B.101.040 and 1990 c 288 s 6 are each amended to
30 read as follows:

31 Grants may be used by eligible participants to attend any public or
32 private college or university in the state of Washington that is
33 accredited by an accrediting association recognized by rule of the
34 higher education coordinating board and that has an existing unused
35 capacity. Grants shall not be used to attend any branch campus or
36 educational program established under chapter 28B.45 RCW. The
37 participant shall not be eligible for a grant if it will be used for

1 any programs that include religious worship, exercise, or instruction
2 or to pursue a degree in theology. Each participating student may
3 receive up to two thousand five hundred dollars per academic year, not
4 to exceed the student's demonstrated financial need for the course of
5 study.

6 NEW SECTION. **Sec. 30.** A new section is added to chapter 28B.80
7 RCW to read as follows:

8 With the exception of institutions of higher education as defined
9 in RCW 28B.10.016, any institution of postsecondary education that
10 enrolls students receiving state-funded financial aid shall: (1) For
11 Washington residents, match the total amount of the state financial aid
12 grant funds received by all enrolled students at that institution from
13 the state need grant and equal opportunity grant programs, with an
14 equal amount of institutionally raised grant funds from nongovernmental
15 sources, and (2) enter into new or honor existing transfer agreements
16 with institutions of higher education as defined in RCW 28B.10.016.
17 The higher education coordinating board shall adopt rules to implement
18 these requirements. The rules shall ensure that all institutional
19 matching grant funds go to students who are needy as defined in RCW
20 28B.10.802(3) and who are residents of the state of Washington.
21 "Residents of the state of Washington" means that the students would be
22 eligible to pay resident tuition rates under RCW 28B.15.011 through
23 28B.15.013 if they were enrolled at a state institution of higher
24 education as defined in RCW 28B.10.016.

25 **Sec. 31.** RCW 28B.12.040 and 1985 c 370 s 58 are each amended to
26 read as follows:

27 The higher education coordinating board shall develop and
28 administer the college work-study program and shall be authorized to
29 enter into agreements with employers and eligible institutions for the
30 operation of the program. These agreements shall include such
31 provisions as the higher education coordinating board may deem
32 necessary or appropriate to carry out the purposes of this chapter.

33 With the exception of off-campus community service placements, the
34 share from ((funds)) moneys disbursed under the college work-study
35 program of the compensation of students employed under such program in
36 accordance with such agreements shall not exceed eighty percent of the
37 total such compensation paid such students.

1 By rule, the board shall define community service placements and
2 may determine any salary matching requirements for any community
3 service employers.

4 NEW SECTION. Sec. 32. A new section is added to chapter 28B.80
5 RCW to read as follows:

6 The higher education coordinating board may design a demonstration
7 project to assist needy first generation college students to obtain
8 either a community or technical college degree or certificate, or a
9 baccalaureate degree. Through the project, a needy student, as defined
10 in RCW 28B.10.802(3), who attends a Washington institution of higher
11 education that is accredited by an accrediting association recognized
12 by the board by rule, and whose parents did not complete a degree or
13 certificate from an institution of higher education, may receive a
14 grant of up to fifteen hundred dollars per year, not to exceed the
15 student's documented need. The grant may be renewable each year, if
16 the student makes satisfactory academic progress. Grants awarded to
17 any one student shall not exceed a cumulative total of nine thousand
18 dollars for an individual pursuing a baccalaureate degree or five
19 thousand dollars for a student pursuing a community or technical
20 college degree or certificate. Before seeking funding for the program,
21 the board shall submit to the governor and the legislature a plan for
22 implementing the project. The plan shall include a provision for
23 verification of student eligibility to participate in the demonstration
24 project.

25 NEW SECTION. Sec. 33. If any provision of this act or its
26 application to any person or circumstance is held invalid, the
27 remainder of the act or the application of the provision to other
28 persons or circumstances is not affected.

29 NEW SECTION. Sec. 34. Sections 23 through 28 of this act are each
30 added to chapter 28B.10 RCW.

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