THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 1886 Session of 2023

INTRODUCED BY HARRIS, HILL-EVANS, SIEGEL, T. DAVIS, GIRAL, ABNEY, HOHENSTEIN, SOLOMON, SCHLOSSBERG, MADDEN, BRENNAN, MAYES, BOYD, KHAN, CEPEDA-FREYTIZ, BOROWSKI, PARKER, SANCHEZ, BULLOCK, BENHAM, FRANKEL, WEBSTER, CEPHAS, STURLA, DELLOSO, SMITH-WADE-EL, HANBIDGE, HARKINS, KINSEY, SCOTT, MCNEILL, KENYATTA, BURGOS, DALEY, DEASY, POWELL, KINKEAD, GUENST, SHUSTERMAN, CIRESI AND GREEN, DECEMBER 6, 2023

REFERRED TO COMMITTEE ON EDUCATION, DECEMBER 6, 2023

AN ACT

- Providing for the Pennsylvania Promise Pilot Program;
 prescribing powers and duties of the Pennsylvania Higher
 Education Assistance Agency; providing for scholarships for
 tuition and fees, scholarships for room and board and aid for
 adult reeducation; and establishing the Pennsylvania Promise
 Pilot Program Fund.
- 7 The General Assembly of the Commonwealth of Pennsylvania
- 8 hereby enacts as follows:
- 9 Section 1. Short title.
- 10 This act shall be known and may be cited as the Pennsylvania

11 Promise Pilot Program Act.

- 12 Section 2. Definitions.
- 13 The following words and phrases when used in this act shall
- 14 have the meanings given to them in this section unless the
- 15 context clearly indicates otherwise:
- 16 "Academic year." A 12-month period commencing on or after
- 17 August 1 of the calendar year.

"Agency." The Pennsylvania Higher Education Assistance
 Agency.

"Community college." An institution created under Article
XIX-A of the act of March 10, 1949 (P.L.30, No.14), known as the
Public School Code of 1949, or the act of August 24, 1963
(P.L.1132, No.484), known as the Community College Act of 1963.
"Eligible adult learner." An individual who:

8 (1) Is a resident of this Commonwealth at the time of 9 application to the agency for aid to assist with reeducation 10 programs under section 8.

11 (2) Has been a domiciled resident of this Commonwealth12 as determined by the agency.

13 (3) Is 24 years of age or older at the time of
14 application to the agency for aid to assist with reeducation
15 programs under section 8.

16 (4) Has graduated from high school or an equivalent17 approved by the Department of Education.

18 (5) Has applied for and been accepted to an institution19 of higher education.

20 (6) Has completed a Free Application for Federal Student21 Aid (FAFSA).

(7) Has applied for all available Federal Pell grants,
State grants and institution grants.

24 "Eligible student." An individual who:

(1) Is a resident of this Commonwealth at the time of
application to the agency for a scholarship under section 6
or 7.

(2) Has been a domiciled resident of this Commonwealthas determined by the agency.

30 (3) Is less than 24 years of age or is an active member 20230HB1886PN2365 - 2 - of a branch of the armed services at the time of application
 to the agency for a scholarship under section 6 or 7.

3 (4) Has graduated from high school or an equivalent
4 approved by the Department of Education within the previous
5 five years.

6 (5) Has applied for and been accepted to an institution
7 of higher education.

8 (6) Has completed a Free Application for Federal Student
9 Aid (FAFSA).

10 (7) Has applied for all available Federal Pell grants,11 State grants and institution grants.

12 "Fees." Fixed charges to recover costs of certain services, 13 materials or activities provided. Fees may not exceed the 14 highest fixed charges set by the Board of Governors of the State 15 System of Higher Education.

"Full-time student." An individual enrolled in an undergraduate degree program at an institution of higher education and registered for a minimum of 12 credits per semester or equivalent enrollment as set by the agency. "Fund." The Pennsylvania Promise Pilot Program Fund established under section 5.

22 "Institution of higher education." Any of the following:

23

(1) A community college.

24

(2) A State-owned institution.

25

(3) A State-related institution.

(4) The Thaddeus Stevens College of Technology.
"Part-time student." An individual enrolled in an
institution of higher education and registered for less than 12
credits per semester or equivalent enrollment as set by the
agency.

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"Program." The Pennsylvania Promise Pilot Program
 established under this act.

3 "Room and board." The standard educational expense allowance
4 for the most recent year as determined by the agency.

5 "Scholarship for room and board." A scholarship for room and6 board awarded by the agency under section 7.

7 "Scholarship for tuition and fees." A scholarship for8 tuition and fees awarded under section 6.

9 "State-owned institution." An institution which is part of 10 the State System of Higher Education under Article XX-A of the 11 Public School Code of 1949 and all branches and campuses of the 12 institution.

13 "State-related institution." The Pennsylvania State
14 University, Pennsylvania College of Technology, University of
15 Pittsburgh, Temple University, Lincoln University and associated
16 branch campuses of the universities.

17 "Tuition." An amount not to exceed the maximum undergraduate 18 in-State tuition rate established by the Board of Governors of 19 the State System of Higher Education for rendering educational 20 services, as enumerated in Article XX-A of the Public School 21 Code of 1949. The agency, at its discretion, may increase the 22 maximum amount.

23 Section 3. Pennsylvania Promise Pilot Program.

24 The Pennsylvania Promise Pilot Program is established within 25 the agency.

26 Section 4. Procedure.

27 (a) Agency.--The agency shall administer the program and28 carry out this act.

(b) Regulations.--The agency may promulgate regulationsnecessary to administer this act.

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1 Section 5. Pennsylvania Promise Pilot Program Fund.

2 (a) Fund.--The Pennsylvania Promise Pilot Program Fund is3 established in the State Treasury.

4 (b) Administration of fund.--Money in the fund is
5 appropriated to the agency on an ongoing basis to carry out this
6 act.

7 (c) Contributions and investment.--

8 (1) The fund may accept gifts, donations, legacies or 9 any other revenues.

10 (2) Interest earned by the fund shall remain in the11 fund.

12 (d) Purpose.--Money in the fund shall be used for the13 purpose stated in this act.

14 (e) Nonlapsing.--Money in the fund shall not lapse and shall 15 be available in subsequent fiscal years to be used in accordance 16 with the provisions of this act.

17 (f) Allocation.--For fiscal year 2024-2025, the agency shall 18 allocate:

19 (1) No more than \$10,000,000 from the fund for eligible20 adult learners.

(2) No more than \$125,000,000 from the fund to eligible
students attending a State-owned institution in accordance
with sections 6 and 7.

24 (3) No more than \$50,000,000 from the fund to eligible
25 students attending a State-related institution in accordance
26 with sections 6 and 7.

27 (4) No more than \$35,000,000 from the fund to eligible28 students attending a community college.

(g) Reallocation.--Notwithstanding subsection (f), theagency may allocate money from the fund to eligible students

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attending an institution of higher education in accordance with
 sections 6 and 7.

3 (h) Administrative costs.--For fiscal year 2024-2025, the 4 agency may utilize no more than \$5,000,000 from the fund to 5 cover the agency's costs associated with administering and 6 operating the program.

7 (i) Interfund transfer.--No later than July 1, 2024, the sum
8 of \$225,000,000 shall be transferred from the General Fund to
9 the fund.

10 Section 6. Scholarship for tuition and fees.

(a) Application.--The agency shall accept applications, in a form and manner as determined by the agency, from eligible students for a scholarship for tuition and fees as provided in this section.

(b) Scholarship at State-owned or State-related institution.--An eligible student may receive a scholarship for tuition and fees at a State-owned institution or State-related institution for the academic year in an amount not to exceed the outstanding tuition and fees after Federal, State and institution grants have been applied, if the eligible student:

(1) has a total annual household income that does not
 exceed \$200,000; and

23

(2) is enrolled full time.

(c) Scholarship at community college.--An eligible student may receive a scholarship at a community college for the academic year in an amount not to exceed the outstanding tuition and fees after Federal, State and institution grants have been applied if, at a minimum, the eligible student is enrolled full time.

30 (d) Review and approval.--

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(1) The agency shall review all applications submitted
 under this section.

3 (2) The agency may approve an application if the 4 application meets the requirements under subsection (b) or 5 (c) and if the eligible student submitting the application 6 meets the requirements of this act.

7 (e) Distribution of scholarship.--Once an eligible student 8 has been approved for a scholarship for tuition and fees, the 9 agency shall, upon receipt of an outstanding balance from an 10 institution of higher education, pay the outstanding tuition and 11 fee balance owed by the eligible student directly to the 12 institution of higher education.

(f) Limitation on scholarship.--Notwithstanding any provision of this act to the contrary, the agency may not issue a scholarship in excess of the outstanding balance for tuition and fees received from an institution of higher education.

17 (g) Renewal.--

18 (1) The scholarship for tuition and fees may not exceed19 one academic year.

(2) The agency shall create an application to allow
 previously approved eligible students to recertify their
 eligibility.

(3) An eligible student at a State-owned institution or
State-related institution who has not exceeded the limitation
in subsection (i) may reapply for the scholarship for tuition
and fees if the eligible student:

27

(i) Is enrolled full time.

(ii) Is making satisfactory academic progress as
determined by the institution of higher education, unless
the eligible student is in the first year of college.

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(iii) While attending a State-owned institution or
 State-related institution, has a total annual household
 income that does not exceed \$200,000.

4 (4) An eligible student at a community college who has
5 not exceeded the limitation in subsection (i) may reapply for
6 the scholarship for tuition and fees if the eligible student:

7

(i) Is enrolled full time or part time.

8 (ii) Is making satisfactory academic progress, 9 unless the eligible student is in the first year of 10 college.

(h) Continued eligibility.--An eligible student shall be continuously enrolled in the institution of higher education for the academic year which the eligible student received a scholarship for tuition and fees. If the eligible student is not continuously enrolled in the institution of higher education, the agency, in its discretion, may deny renewal under subsection (g).

18 (i) Limitation to scholarship.--

19 (1) An eligible student may not receive a scholarship20 for tuition and fees if the eligible student:

(i) While attending a community college, has
completed no more than four academic years or has earned
an associate's degree, except as provided in paragraph
(2).

(ii) While attending a State-owned institution or
State-related institution, has completed four academic
years or has earned a bachelor's degree.

(2) A student who is otherwise eligible for a
scholarship for tuition and fees under this section may not
receive the scholarship if the local sponsor has not made the

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1 payment required under section 1913-A(a)(2) of the act of 2 March 10, 1949 (P.L.30, No.14), known as the Public School Code of 1949. 3

An eligible student may receive a scholarship for no 4 (3) 5 more than four academic years at an institution of higher education. 6

7 Section 7. Scholarship for room and board.

8 (a) Application. -- The agency shall accept applications, in a form and manner as determined by the agency, from eligible 9 10 students for a scholarship for room and board as provided in 11 this section.

12 Scholarship at State-owned institution or State-related (b) 13 institution. -- An eligible student at a State-owned institution 14 or State-related institution may receive a scholarship for room 15 and board for the academic year after Federal, State and 16 institution grants have been applied if the eligible student:

17 (1) has a total annual household income that does not 18 exceed \$60,000; and

19

(2) is enrolled full time.

20 (c) Scholarship at community college. -- An eligible student at a community college may receive a scholarship for room and 21 board for the academic year after Federal, State and institution 22 23 grants have been applied, if the eligible student:

24 has a total annual household income that does not (1)25 exceed \$60,000; and

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is enrolled full time or part time. (2)

(d) Review and approval.--27

28 (1)The agency shall review all applications submitted 29 under this section.

30 The agency may approve an application if the (2) 20230HB1886PN2365

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1 application meets the requirements under subsection (b) or
2 (c) and if the eligible student meets the requirements of
3 this act.

4 (e) Distribution of scholarship at State-owned institution
5 or State-related institution.--If an eligible student has been
6 approved for a scholarship for room and board, the agency shall,
7 upon receipt of an outstanding balance from the State-owned
8 institution or State-related institution, pay the outstanding
9 balance for room and board owed by the eligible student directly
10 to the institution.

11 (f) Distribution of scholarship at community colleges.--If 12 an eligible student has been approved for a scholarship for room 13 and board, the agency shall pay a scholarship for room and board 14 in a manner decided by the agency.

15 (g) Limitation on scholarship.--

(1) Except as provided in paragraph (2) and
notwithstanding any provision of this act to the contrary,
the agency may not issue a scholarship for room and board in
excess of the outstanding balance received from a State-owned
institution or State-related institution.

(2) The agency may issue a scholarship for room and
board in excess of the outstanding balance received from a
community college.

(3) A student who is otherwise eligible for a
scholarship for room and board under this section may not
receive the scholarship if the local sponsor as defined under
section 1901-A(2) of the act of March 10, 1949 (P.L.30,
No.14), known as the Public School Code of 1949, has not made
the payment required under section 1913-A(a)(2) of the Public
School Code of 1949.

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1 (h) Renewal.--

2 (1) A scholarship for room and board may not exceed one3 academic year.

4 (2) The agency shall create an application to allow
5 previously approved eligible students to recertify the
6 eligible student's eligibility.

7 (3) An eligible student who has not exceeded the
8 limitation in subsection (j) may reapply for the scholarship
9 for room and board if the student is enrolled full time at a
10 State-owned institution or State-related institution or is
11 enrolled full time or part time at a community college and:

(i) is making satisfactory academic progress, unless

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the eligible student is in the first year of college; and

14 (ii) has a total annual household income that does15 not exceed \$60,000.

(i) Continued eligibility.--An eligible student shall be
continuously enrolled in the institution of higher education for
the academic year for which the eligible student received a
scholarship for room and board. If an eligible student is not
continuously enrolled in the institution of higher education,
the agency, in its discretion, may deny renewal under subsection
(h).

23 (j) Limitation to eligibility.--

24 (1) An eligible student may not receive a scholarship25 for room and board if the eligible student:

(i) Except as provided in paragraph (2), has
completed four academic years or has earned an
associate's degree while attending a community college.
(ii) Has completed four academic years or has earned
a bachelor's degree while attending a State-owned

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institution or State-related institution.

2 (2) An eligible student may receive a scholarship for
3 two academic years at a State-owned institution or State4 related institution if eligibility under paragraph (1)(i) has
5 been exhausted.

6 Section 8. Aid for adult reeducation.

7 (a) Application.--The agency shall accept applications, in a
8 form and manner as determined by the agency, from an eligible
9 adult learner for aid for adult reeducation.

10 (b) Eligibility.--An eligible adult learner may receive 11 assistance for aid for adult reeducation programs for the 12 academic year the eligible adult learner:

13 (1) has a total annual household income that does not 14 exceed \$200,000; and

15 (2) has applied for and been accepted into an adult 16 reeducation program or adult reeducation certificate program, 17 or is enrolled full time or part time in an institution of 18 higher education.

19 (c) Pennsylvania Targeted Industry Cluster Certificate 20 Scholarship Program.--Notwithstanding any provisions of law, the 21 agency may use money allocated for adult reeducation for the 22 Pennsylvania Targeted Industry Cluster Certificate Scholarship 23 Program.

24 (d) Review and approval.--

(1) The agency shall review all applications submittedunder this section.

(2) The agency may approve an application if the
application meets the requirements under subsection (b) and
if the eligible adult learner meets the requirements of this
section.

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1 Priority.--When reviewing an application for aid under (e) 2 this section, the agency shall prioritize aid for programs that 3 lead to an industry-recognized credential that is articulated with college credit. The agency shall annually determine and 4 post on its publicly accessible Internet website industry-5 recognized credentialed programs which qualify for aid priority 6 under this section. 7

8 (f) Distribution of aid.--If an eligible adult learner has been approved for aid under this section, the agency shall, upon 9 10 receipt of an outstanding balance from an institution of higher education, pay the outstanding balance owed by an adult learner 11 12 directly to the institution of higher education.

13 (q) Limitation on aid. -- Notwithstanding any provision of 14 this act, the agency may not issue any aid in excess of the 15 outstanding balance received from an institution of higher education. 16

(h) 17 Renewal.--

18 (1) Aid awarded to an eligible adult learner shall not 19 exceed one academic year.

20 The agency shall create an application to allow (2)previously approved eligible adult learners to recertify 21 their eligibility. 22

23 (3) An eligible adult learner who has not exceeded the 24 limitation in subsection (i) may reapply for aid if:

25 Enrolled as a full-time or part-time student at (i) 26 an institution of higher education or a certificate program approved by the agency. 27

Total annual household income does not exceed 28 (ii) 29 \$200,000.

(i) Limitation to eligibility.--An eligible adult learner 30 20230HB1886PN2365

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1 may not receive aid if the eligible adult learner:

2 (1) Has:

3 (i) completed no more than four academic years while 4 attending a community college;

5 (ii) earned an associate's degree while attending a 6 community college; or

7 (iii) completed an industry-recognized credential
8 for which the eligible adult learner was enrolled in
9 order to qualify for aid.

10 (2) Has completed:

(i) four academic years or has earned a bachelor's degree while attending a State-owned institution or State-related institution; or

14 (ii) industry-recognized credential for which the 15 eligible adult learner was enrolled in order to qualify 16 for aid.

17 Section 9. Annual report.

18 Beginning one year after the first scholarship is awarded 19 under this act, the agency shall provide the Governor and the 20 chairperson and minority chairperson of the Appropriations 21 Committee of the Senate, the chairperson and minority 22 chairperson of the Appropriations Committee of the House of 23 Representatives, the chairperson and minority chairperson of the 24 Education Committee of the Senate and the chairperson and minority chairperson of the Education Committee of the House of 25 26 Representatives with a report which includes the following:

(1) The total number of students served by the program.
(2) A breakdown by race, gender, ethnicity and
socioeconomic demographic for all students served by the
program, if known.

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(3) The total number of scholarships awarded and the
 average amount awarded.

3 (4) A year-over-year comparison of the net total costs 4 at all institutions of higher education in this Commonwealth 5 which shall be used to evaluate the adequacy and success of 6 the program in lowering college costs.

7 (5) Recommendations, if any, for improving access and
8 affordability of higher education.

9 (6) A breakdown of the institutions attended by eligible10 students in the program.

11 (7) A breakdown of the majors in which the eligible12 students in the program are enrolled.

13 (8) Any other information.

14 Section 10. Effective date.

15 This act shall take effect immediately.