# CERTIFICATION OF ENROLLMENT

## SUBSTITUTE HOUSE BILL 1302

Chapter 71, Laws of 2021

67th Legislature 2021 Regular Session

COLLEGE IN THE HIGH SCHOOL PROGRAMS

EFFECTIVE DATE: July 25, 2021

Passed by the House February 23, 2021 Yeas 97 Nays 0

#### LAURIE JINKINS

Speaker of the House of Representatives

Passed by the Senate April 7, 2021 Yeas 49 Nays 0

#### DENNY HECK

President of the Senate Approved April 16, 2021 10:26 AM

### CERTIFICATE

I, Bernard Dean, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 1302** as passed by the House of Representatives and the Senate on the dates hereon set forth.

BERNARD DEAN

Chief Clerk

FILED

April 16, 2021

JAY INSLEE

Governor of the State of Washington

Secretary of State State of Washington

### SUBSTITUTE HOUSE BILL 1302

Passed Legislature - 2021 Regular Session

State of Washington 67th Legislature 2021 Regular Session

**By** House Education (originally sponsored by Representatives Berg, Ybarra, J. Johnson, Sutherland, Eslick, Morgan, Bergquist, Paul, and Callan)

READ FIRST TIME 02/15/21.

AN ACT Relating to college in the high school programs; amending RCW 28A.600.290, 28A.300.560, 28A.320.196, 28B.10.035, 28B.76.730, and 28B.95.020; and adding a new section to chapter 28A.600 RCW.

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

5 <u>NEW SECTION.</u> Sec. 1. A new section is added to chapter 28A.600 6 RCW to read as follows:

7 (1) College in the high school is a dual credit program located 8 on a high school campus or in a high school environment in which a 9 high school student is able to earn both high school and college 10 credit by completing college level courses with a passing grade. A 11 college in the high school program must meet the accreditation 12 requirements in RCW 28B.10.035 and the requirements in this section.

13 (2) A college in the high school program may include both14 academic and career and technical education.

15 (3) Ninth, 10th, 11th, and 12th grade students, and students who 16 have not yet received a high school diploma or its equivalent and are 17 eligible to be in the ninth, 10th, 11th, or 12th grades, may 18 participate in a college in the high school program.

19 (4) A college in the high school program must be governed by a 20 local contract between an institution of higher education and a 21 school district, charter school, or state-tribal compact school, in

1 compliance with the rules adopted by the superintendent of public 2 instruction under this section. The local contract must include the 3 qualifications for students to enroll in a program course.

4 (5)(a) An institution of higher education may charge tuition fees
5 per credit to each student enrolled in a program course as
6 established in this subsection (5).

7 (b)(i) The maximum per college credit tuition fee for a program 8 course is \$65 per college credit adjusted for inflation using the 9 implicit price deflator for that fiscal year, using fiscal year 2021 10 as the base, as compiled by the bureau of labor statistics, United 11 States department of labor for the state of Washington.

12 (ii) Annually by July 1st, the office of the superintendent of 13 public instruction must calculate the maximum per college credit 14 tuition fee and post the fee on its website.

15 (c) The funds received by an institution of higher education 16 under this subsection (5) are not tuition or operating fees and may 17 be retained by the institution of higher education.

18 (6) Enrollment information on persons registered under this 19 section must be maintained by the institution of higher education 20 separately from other enrollment information and may not be included 21 in official enrollment reports, nor may such persons be considered in 22 any enrollment statistics that would affect higher education 23 budgetary determinations.

school district, charter school, and state-tribal 24 (7) Each 25 compact school must award high school credit to a student enrolled in 26 a program course if the student successfully completes the course. If no comparable course is offered by the school district, charter 27 school, or state-tribal compact school, the chief administrator shall 28 determine how many credits to award for the successful completion of 29 the program course. The determination must be made in writing before 30 31 the student enrolls in the program course. The awarded credit must be 32 applied toward graduation requirements and subject area requirements. 33 Evidence of successful completion of each program course must be included in the student's high school records and transcript. 34

35 (8) An institution of higher education must award college credit 36 to a student enrolled in a program course if the student successfully 37 completes the course. The awarded college credit must be applied 38 toward general education requirements or degree requirements at the 39 institution of higher education. Evidence of successful completion of

1 each program course must be included in the student's college
2 transcript.

3 (9) (a) A high school that offers a college in the high school 4 program must provide general information about the program to all 5 students in grades eight through 12 and to the parents and guardians 6 of those students.

7 (b) A high school that offers a college in the high school 8 program must include the following information about program courses 9 in the high school catalogue or equivalent:

(i) There is no fee for students to enroll in a program course to earn only high school credit. Fees apply for students who choose to enroll in a program course to earn both high school and college credit;

14 (ii) A description and breakdown of the fees charged to students 15 to earn college credit;

16 (iii) A description of fee payment and financial assistance 17 options available to students; and

(iv) A notification that paying for college credit automatically starts an official college transcript with the institution of higher education offering the program course regardless of student performance in the program course, and that college credit earned upon successful completion of a program course may count only as elective credit if transferred to another institution of higher education.

(10) Full-time and part-time faculty at institutions of higher education, including adjunct faculty, are eligible to teach program courses.

(11) Students enrolled in a program course may pay college in the high school fees with advanced college tuition payment program tuition units at a rate set by the advanced college tuition payment program governing body under chapter 28B.95 RCW.

(12) The superintendent of public instruction shall adopt rules 32 for the administration of this section. The rules must be jointly 33 developed by the superintendent of public instruction, the state 34 board for community and technical colleges, the student achievement 35 36 council, and the public baccalaureate institutions. The association of Washington school principals must be consulted during the rules 37 development. The rules must outline quality and eligibility standards 38 39 that are informed by nationally recognized standards or models. In

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1 addition, the rules must encourage the maximum use of the program and 2 may not narrow or limit the enrollment options.

3 (13) The definitions in this subsection apply throughout this 4 section.

5 (a) "Charter school" means a school established under chapter 6 28A.710 RCW.

7 (b) "High school" means a public school, as defined in RCW 8 28A.150.010, that serves students in any of grades nine through 12.

9 (c) "Institution of higher education" has the same meaning as in 10 RCW 28B.10.016, and also means a public tribal college located in 11 Washington and accredited by the Northwest commission on colleges and 12 universities or another accrediting association recognized by the 13 United States department of education.

14 (d) "Program course" means a college course offered in a high 15 school under a college in the high school program.

16 (e) "State-tribal compact school" means a school established 17 under chapter 28A.715 RCW.

18 Sec. 2. RCW 28A.600.290 and 2015 c 202 s 3 are each amended to 19 read as follows:

20 (1) (a) Subject to the availability of amounts appropriated for this specific purpose and commencing with the 2015-16 school year, 21 funding may be allocated at an amount per college credit for eleventh 22 and twelfth grade students  $((\frac{\partial r}{\partial t}))$ , and students who have not yet 23 24 received a high school diploma or its equivalent and are eligible to 25 be in the eleventh or twelfth  $grade_{\perp}$  who are enrolled in college in the high school courses under ((this)) section 1 of this act as 26 27 specified in the omnibus appropriations act and adjusted for 28 inflation from the 2015-16 school year. The maximum annual number of allocated credits per participating student shall be specified in the 29 30 omnibus appropriations act, which must not exceed ten credits. Funding shall be prioritized in the following order: 31

32 (i) High schools offering a running start in the high school 33 program in school year 2014-15. These schools shall only receive 34 prioritized funding in school year 2015-16;

(ii) Students whose residence or the high school in which they are enrolled is located twenty driving miles or more as measured by the most direct route from the nearest eligible institution of higher education offering a running start program, whichever is greater; and

(iii) High schools eligible for the small school funding
 enhancement in the omnibus appropriations act.

(b) (i) Subject to the availability of amounts appropriated for 3 this specific purpose and commencing with the 2015-16 school year, 4 and only after the programs in (a) of this subsection are funded, a 5 6 subsidy may be provided per college credit for eleventh and twelfth grade students ((or)) and students who have not yet received a high 7 school diploma or its equivalent and are eligible to be in the 8 eleventh or twelfth grade, who have been deemed eligible for free or 9 10 reduced-price lunch and are enrolled in college in the high school courses under ((this)) section <u>1 of this act</u> as specified in the 11 12 omnibus appropriations act and adjusted for inflation from the 2015-16 school year. The maximum annual number of subsidized credits 13 per participating student shall be specified in the omnibus 14 15 appropriations act, which must not exceed five credits.

16 (ii) Districts wishing to participate in the subsidy program must 17 apply to the office of the superintendent of public instruction by 18 July 1st of each year and report the preliminary estimate of eligible 19 students to receive the subsidy and the total number of projected 20 credit hours.

21 (iii) The office of the superintendent of public instruction shall notify districts by September 1st of each school year if the 22 23 district's students will receive the subsidy. If more districts apply than funding is available, the office of the superintendent of public 24 25 instruction shall prioritize the district applications. The superintendent shall develop factors to determine priority including, 26 27 but not limited to, the number of dual credit opportunities available 28 for low-income students in the districts.

(c) Districts shall remit any allocations or subsidies on behalf of participating students under (a) and (b) of this subsection to the participating institution of higher education and those students shall not be required to pay for the credits.

33 (((d) The minimum allocation and subsidy under this section is 34 sixty-five dollars per quarter credit for credit-bearing 35 postsecondary coursework. The office of the superintendent of public 36 instruction, the student achievement council, the state board for 37 community and technical colleges, and the public baccalaureate 38 institutions shall review funding levels for the program every four 39 years beginning in 2017 and recommend changes.

1 (e) Students may pay college in the high school fees with 2 advanced college tuition payment program tuition units at a rate set 3 by the advanced college tuition payment program governing body under 4 chapter 28B.95 RCW.

5 (2) For the purposes of funding students enrolled in the college 6 in the high school program in accordance with subsection (1) of this 7 section, college in the high school is defined as a dual credit 8 program located on a high school campus or in a high school 9 environment in which a high school student is able to earn both high 10 school and postsecondary credit by completing postsecondary level 11 courses with a passing grade.

12 (3) College in the high school programs may include both academic 13 and career and technical education.

14 (4) College in the high school programs shall each be governed by 15 a local contract between the district and the participating 16 institution of higher education, in compliance with the rules adopted 17 by the superintendent of public instruction under this section.

18 (5) The college in the high school program must include the 19 provisions in this subsection.

20 (a) The high school and participating institution of higher 21 education together shall define the criteria for student eligibility. 22 The institution of higher education may charge tuition fees to participating students. If specific funding is provided in the 23 omnibus appropriations act for the per credit allocations and per 24 25 credit subsidies under subsection (1) of this section, the maximum per credit fee charged to any enrolled student may not exceed the 26 27 amount of the per credit allocation or subsidy.

28 (b) The funds received by the participating institution of higher 29 education may not be deemed tuition or operating fees and may be 30 retained by the institution of higher education.

31 (c) Enrollment information on persons registered under this 32 section must be maintained by the institution of higher education 33 separately from other enrollment information and may not be included 34 in official enrollment reports, nor may such persons be considered in 35 any enrollment statistics that would affect higher education 36 budgetary determinations.

37 (d) A school district must grant high school credit to a student 38 enrolled in a program course if the student successfully completes 39 the course. If no comparable course is offered by the school 40 district, the school district superintendent shall determine how many 1 credits to award for the course. The determination shall be made in 2 writing before the student enrolls in the course. The credits shall 3 be applied toward graduation requirements and subject area 4 requirements. Evidence of successful completion of each program 5 course shall be included in the student's secondary school records 6 and transcript.

7 (e) A participating institution of higher education must grant 8 college credit to a student enrolled in a program course if the 9 student successfully completes the course. The college credit shall 10 be applied toward general education requirements or degree 11 requirements at institutions of higher education. Evidence of 12 successful completion of each program course must be included in the 13 student's college transcript.

14 (f) Tenth, eleventh, and twelfth grade students or students who 15 have not yet received a high school diploma or its equivalent and are 16 eligible to be in the tenth, eleventh, or twelfth grades may 17 participate in the college in the high school program.

18 (g) Participating school districts must provide general 19 information about the college in the high school program to all 20 students in grades nine through twelve and to the parents and 21 guardians of those students.

22 (h) Full-time and part-time faculty at institutions of higher 23 education, including adjunct faculty, are eligible to teach program 24 courses.

25 (6) The superintendent of public instruction shall adopt rules for the administration of this section. The rules shall be jointly 26 27 developed by the superintendent of public instruction, the state 28 board for community and technical colleges, the student achievement council, and the public baccalaureate institutions. The association 29 of Washington school principals must be consulted during the rules 30 31 development. The rules must outline quality and eligibility standards 32 that are informed by nationally recognized standards or models. In addition, the rules must encourage the maximum use of the program and 33 34 may not narrow or limit the enrollment options.

35 (7)) (2) The definitions in this subsection apply throughout 36 this section.

(a) "Institution of higher education" has the definition in RCW
 28B.10.016, and also includes a public tribal college located in
 Washington and accredited by the Northwest commission on colleges and

universities or another accrediting association recognized by the
 United States department of education.

3 (b) "Program course" means a college course offered in a high 4 school under the college in the high school program.

5 Sec. 3. RCW 28A.300.560 and 2013 c 184 s 4 are each amended to 6 read as follows:

7 In addition to data on student enrollment in dual credit courses, 8 the office of the superintendent of public instruction shall collect 9 and post on the Washington state report card website the rates at 10 which students earn college credit through a dual credit course, 11 using the following criteria:

12 (1) Students who achieve a score of three or higher on an AP 13 examination;

14 (2) Students who achieve a score of four or higher on an15 examination of the international baccalaureate diploma programme;

16 (3) Students who successfully complete a Cambridge advanced 17 international certificate of education examination;

18 (4) Students who successfully complete a course through the 19 college in the high school program under ((RCW 28A.600.290)) section 20 <u>1 of this act</u> and are awarded credit by the partnering institution of 21 higher education; ((and))

(5) Students who satisfy the dual enrollment and class performance requirements to earn college credit through a tech prep course; and

(6) Students who successfully complete a course through the running start program under RCW 28A.600.300 and are awarded credit by the institution of higher education.

28 Sec. 4. RCW 28A.320.196 and 2015 c 202 s 2 are each amended to 29 read as follows:

(1) Subject to funds appropriated specifically for this purpose, 30 the academic acceleration incentive program is established as 31 provided in this section. The intent of the legislature is that the 32 funds awarded under the program be used to support teacher training, 33 34 curriculum, technology, examination fees, textbook fees, and other costs associated with offering dual credit courses to high school 35 students, including transportation for running start students to and 36 37 from the institution of higher education as defined in RCW 28A.600.300. 38

1 (2) The office of the superintendent of public instruction shall allocate half of the funds appropriated for the purposes of this 2 section on a competitive basis to provide one-time grants for high 3 schools to expand the availability of dual credit courses. To be 4 eligible for a grant, a school district must have adopted an academic 5 6 acceleration policy as provided under RCW 28A.320.195. In making grant awards, the office of the superintendent of public instruction 7 must give priority to grants for high schools with a high proportion 8 of low-income students and high schools seeking to develop new 9 capacity for dual credit courses rather than proposing marginal 10 11 expansion of current capacity.

12 (3) The office of the superintendent of public instruction shall allocate half of the funds appropriated for the purposes of this 13 section to school districts as an incentive award for each student 14 who earned dual high school and college credit, as described under 15 16 subsection (4) of this section, for courses offered by the district's 17 high schools during the previous school year. School districts must distribute the award to the high schools that generated the funds. 18 The award amount for low-income students eligible to participate in 19 the federal free and reduced-price meals program who earn dual 20 21 credits must be set at one hundred twenty-five percent of the base award for other students. A student who earns more than one dual 22 credit in the same school year counts only once for the purposes of 23 the incentive award. 24

(4) For the purposes of this section, the following students are considered to have earned dual high school and college credit in a course offered by a high school:

(a) Students who achieve a score of three or higher on an APexamination;

30 (b) Students who achieve a score of four or higher on an
 31 examination of the international baccalaureate diploma programme;

32 (c) Students who successfully complete a Cambridge advanced33 international certificate of education examination;

(d) Students who successfully complete a course through the college in the high school program under ((RCW 28A.600.290)) section <u>1 of this act</u> and are awarded credit by the partnering institution of higher education; and

38 (e) Students who satisfy the dual enrollment and class 39 performance requirements to earn college credit through a tech prep 40 course.

1 (5) If a high school provides access to online courses for 2 students to earn dual high school and college credit at no cost to 3 the student, such a course is considered to be offered by the high 4 school.

5 (6) The office of the superintendent of public instruction shall 6 report to the education policy committees and the fiscal committees 7 of the legislature, by January 1st of each year, information about 8 the demographics of the students earning dual credits in the schools 9 receiving grants under this section for the prior school year. 10 Demographic data shall be disaggregated pursuant to RCW 28A.300.042.

11 Sec. 5. RCW 28B.10.035 and 2019 c 272 s 1 are each amended to 12 read as follows:

(1) To establish a uniform standard by which concurrent enrollment programs and professional development activities may be measured, any college or university offering concurrent enrollment program courses at a public high school, or college in the high school programs ((under RCW 28A.600.290)), must receive accreditation by a national accrediting body for concurrent enrollment by the 2027-28 school year.

20 (2) Any college or university engaged in concurrent enrollment program courses at a public high school, or college in the high 21 school programs ((under RCW 28A.600.290)), during or before the 22 2019-20 academic year that are not accredited by a national 23 24 accrediting body for concurrent enrollment must continue to meet the 25 same quality and eligibility standards and obtain approval in a manner consistent with the procedure established by rules adopted 26 27 ((under RCW 28A.600.290)) for the college in the high school program 28 until the program is accredited by a national accrediting body for concurrent enrollment. 29

30 (3) After the 2027-28 school year, any college or university with concurrent enrollment program courses in place at a public high 31 school, or college in the high school programs ((under RCW 32 28A.600.290)), during or before the 2019-20 academic year that have 33 not been accredited in accordance with subsection (1) of this section 34 35 or do not have an application pending further action by the accrediting body under subsection (1) of this section may not offer a 36 37 concurrent enrollment program course at a public high school or 38 college in the high school program ((under RCW 28A.600.290)).

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1 (4) New college and university concurrent enrollment program 2 courses that are implemented after the 2019-20 academic year have 3 seven years from the beginning of the first term of classes to submit 4 an application for accreditation for review by a national accrediting 5 body for concurrent enrollment to comply with this section.

6 (5) All colleges and universities are encouraged to provide 7 institutional resources to support the transition to accreditation, 8 including professional development, engage with national associations 9 focused on concurrent enrollment accreditation, and collaboration 10 with the state board for community and technical colleges or an 11 organization that represents the public, four-year universities, and 12 colleges.

13 (6) The definitions in this subsection apply throughout this 14 section unless the context clearly requires otherwise.

(a) <u>"College in the high school program" is a program that meets</u>
 <u>the requirements of section 1 of this act.</u>

17 (b) "Concurrent enrollment program" means a partnership between K-12 schools and postsecondary education institutions through which 18 credit-bearing college courses offered by public or private 19 institutions of higher education and taught by appropriately 20 qualified high school teachers are taken in high school by high 21 school students who have not yet received the credits required for 22 the award of a high school diploma, and for which earned credits are 23 on a college or university transcript. "Concurrent 24 recorded 25 enrollment program" does not include programs under RCW 28B.50.531 or 26 the running start program.

27 ((<del>(b)</del>)) <u>(c)</u> "Public high school" means a high school that is a
28 public school as defined in RCW 28A.150.010.

29 Sec. 6. RCW 28B.76.730 and 2020 c 259 s 1 are each amended to 30 read as follows:

(1) The legislature recognizes that dual credit programs reduce both the cost and time of attendance to obtain a postsecondary degree. The legislature intends to reduce barriers and increase access to postsecondary educational opportunities for low-income students by removing the financial barriers for dual enrollment programs for students.

37 (2) The office, in consultation with the institutions of higher
 38 education and the office of the superintendent of public instruction,
 39 shall create the Washington dual enrollment scholarship pilot

program. The office shall administer the Washington dual enrollment
 scholarship pilot program and may adopt rules as necessary.

3 (3) Eligible students are those who meet the following 4 requirements:

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(a) Qualify for the free or reduced-price lunch program;

6 (b) Are enrolled in one or more dual credit programs, as defined 7 in RCW 28B.15.821, such as college in the high school and running 8 start; and

9

(c) Have at least a 2.0 grade point average.

10 (4) Subject to availability of amounts appropriated for this 11 specific purpose, beginning with the 2019-20 academic year, the 12 office may award scholarships to eligible students. The scholarship 13 award must be as follows:

14 (a) For eligible students enrolled in running start:

(i) Mandatory fees, as defined in RCW 28A.600.310(2), prorated based on credit load;

(ii) Course fees or laboratory fees as determined appropriate by college or university policies to pay for specified course related costs;

(iii) A textbook voucher to be used at the institution of higher education's bookstore where the student is enrolled. For every credit per quarter the student is enrolled, the student shall receive a textbook voucher for ten dollars, up to a maximum of fifteen credits per quarter, or the equivalent, per year; and

(iv) Apprenticeship materials as determined appropriate by the college or university to pay for specific course-related material costs, which may include occupation-specific tools, work clothes, rain gear, or boots.

(b) An eligible student enrolled in a college in the high school program may receive a scholarship for tuition fees as set forth under ((RCW 28A.600.290(5)(a))) section 1 of this act.

32 (5) The Washington dual enrollment scholarship pilot program must 33 apply after the fee waivers for low-income students under RCW 34 28A.600.310 and subsidies under RCW 28A.600.290 are provided for.

35 Sec. 7. RCW 28B.95.020 and 2018 c 188 s 1 are each amended to 36 read as follows:

37 The definitions in this section apply throughout this chapter, 38 unless the context clearly requires otherwise.

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(1) "Academic year" means the regular nine-month, three-quarter,
 or two-semester period annually occurring between August 1st and July
 31st.

4 (2) "Account" means the Washington advanced college tuition 5 payment program account established for the deposit of all money 6 received by the office from eligible purchasers and interest earnings 7 on investments of funds in the account, as well as for all 8 expenditures on behalf of eligible beneficiaries for the redemption 9 of tuition units and for the development of any authorized college 10 savings program pursuant to RCW 28B.95.150.

(3) "Advisor sold" means a channel through which a broker dealer, investment advisor, or other financial intermediary recommends the Washington college savings program established pursuant to RCW 28B.95.010 to eligible investors and assists with the opening and servicing of individual college savings program accounts.

16 (4) "College savings program account" means the Washington 17 college savings program account established pursuant to RCW 18 28B.95.085.

19 (5) "Committee on advanced tuition payment and college savings" 20 or "committee" means a committee of the following members: The state 21 treasurer, the director of the office of financial management, the 22 director of the office, or their designees, and two members to be 23 appointed by the governor, one representing program participants and 24 one private business representative with marketing, public relations, 25 or financial expertise.

(6) "Contractual obligation" means a legally binding contract of the state with the purchaser and the beneficiary establishing that purchases of tuition units in the advanced college tuition payment program will be worth the same number of tuition units at the time of redemption as they were worth at the time of the purchase, except as provided in RCW 28B.95.030 (7) and (8).

32 (7) "Dual credit fees" means any fees charged to a student for 33 participation in college in the high school under ((RCW 28A.600.290)) 34 section 1 of this act or running start under RCW 28A.600.310.

(8) "Eligible beneficiary" means the person designated as the individual whose education expenses are to be paid from the advanced college tuition payment program or the college savings program. Qualified organizations, as allowed under section 529 of the federal internal revenue code, purchasing tuition unit contracts as future

1 scholarships need not designate a beneficiary at the time of 2 purchase.

3 (9) "Eligible contributor" means an individual or organization 4 that contributes money for the purchase of tuition units, and for an 5 individual college savings program account established pursuant to 6 this chapter for an eligible beneficiary.

(10) "Eligible purchaser" means an individual or organization 7 that has entered into a tuition unit contract with the governing body 8 for the purchase of tuition units in the advanced college tuition 9 payment program for an eligible beneficiary, or that has entered into 10 11 a participant college savings program account contract for an eligible beneficiary. The state of Washington may be an eligible 12 purchaser for purposes of purchasing tuition units to be held for 13 granting Washington college bound scholarships. 14

(11) "Full-time tuition charges" means resident tuition charges at a state institution of higher education for enrollments between ten credits and eighteen credit hours per academic term.

18 (12) "Governing body" means the committee empowered by the 19 legislature to administer the Washington advanced college tuition 20 payment program and the Washington college savings program.

21 (13) "Individual college savings program account" means the 22 formal record of transactions relating to a Washington college 23 savings program beneficiary.

(14) "Institution of higher education" means an institution that offers education beyond the secondary level and is recognized by the internal revenue service under chapter 529 of the internal revenue code.

28 (15) "Investment board" means the state investment board as 29 defined in chapter 43.33A RCW.

30 (16) "Investment manager" means the state investment board, 31 another state, or any other entity as selected by the governing body, 32 including another college savings plan established pursuant to 33 section 529 of the internal revenue code.

34 (17) "Office" means the office of student financial assistance as 35 defined in chapter 28B.76 RCW.

36 (18) "Owner" means the eligible purchaser or the purchaser's 37 successor in interest who shall have the exclusive authority to make 38 decisions with respect to the tuition unit contract or the individual 39 college savings program contract. The owner has exclusive authority 40 and responsibility to establish and change the asset investment

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1 options for a beneficiaries' individual college savings program 2 account.

(19) "Participant college savings program account contract" means 3 a contract to participate in the Washington college savings program 4 between an eligible purchaser and the office. 5

(20) "State institution of higher education" means institutions 6 of higher education as defined in RCW 28B.10.016. 7

(21) "Tuition and fees" means undergraduate tuition and services 8 and activities fees as defined in RCW 28B.15.020 and 28B.15.041 9 rounded to the nearest whole dollar. For purposes of this chapter, 10 11 services and activities fees do not include fees charged for the 12 payment of bonds heretofore or hereafter issued for, or other indebtedness incurred to pay, all or part of the cost of acquiring, 13 constructing, or installing any lands, buildings, or facilities. 14

(22) "Tuition unit contract" means a contract between an eligible 15 16 purchaser and the governing body, or a successor agency appointed for 17 administration of this chapter, for the purchase of tuition units in 18 the advanced college tuition payment program for a specified beneficiary that may be redeemed at a later date for an equal number 19 of tuition units, except as provided in RCW 28B.95.030 (7) and (8). 20

(23) "Unit cash value price" means the total value of assets 21 22 under management in the advanced college tuition payment program on a date to be determined by the committee, divided by the total number 23 of outstanding units purchased by eligible purchasers before July 1, 24 25 2015, and any outstanding units accrued by eligible purchasers as a 26 result of the July 2017 unit rebase. For purposes of this calculation, the total market value of assets shall exclude the total 27 accumulated market value of proceeds from units purchased after June 28 29 30, 2015.

(24) "Unit purchase price" means the minimum cost to purchase one 30 31 tuition unit in the advanced college tuition payment program for an 32 eligible beneficiary. Generally, the minimum purchase price is one percent of the undergraduate tuition and fees for the current year, 33 rounded to the nearest whole dollar, adjusted for the costs of 34 administration and adjusted to ensure the actuarial soundness of the 35 account. The analysis for price setting shall also include, but not 36 be limited to consideration of past and projected patterns of tuition 37 38 increases, program liability, past and projected investment returns, 39 and the need for a prudent stabilization reserve.

Passed by the House February 23, 2021. Passed by the Senate April 7, 2021. Approved by the Governor April 16, 2021. Filed in Office of Secretary of State April 16, 2021.

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