RHURNM-1 05/31/2023 JF (F) JF 2023-2290 CC SUB FOR SB175 CONFERENCE COMMITTEE ON SB175 SUBSTITUTE TO SB175 OFFERED BY SENATOR ORR



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4 SYNOPSIS:

5 Existing law does not provide a financial 6 incentive for an adult learner who has earned some 7 college credits to return to college to complete their 8 degree.

9 This bill would establish the ReEngage Alabama 10 Grant Program, administered through the Alabama 11 Commission on Higher Education, to provide grant award 12 payments to assist eligible adult learners returning to 13 college to complete a degree that is linked to 14 Alabama's high demand workforce needs.

15 This bill would establish the Alabama Short-Term 16 Credential Scholarship Program to assist Alabama 17 residents in earning short-term credentials that will 18 lead to more in-demand career opportunities.

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23	A BILL
24	TO BE ENTITLED
25	AN ACT
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27 To establish the ReEngage Alabama Grant Program; to 28 provide grant award payments to eligible adult learners; to



29 provide eligibility standards, and to provide for 30 administration by the Alabama Commission on Higher Education; 31 relating to grants for short-term credentials; to establish 32 the Alabama Short-Term Credential Scholarship Program to 33 provide grants to Alabama residents to help them earn 34 short-term credentials; to determine eligible recipients; to 35 establish procedures for administering the program; to set 36 forth the process by which the program will be funded; and to 37 repeal the Alabama Apprenticeship Tax Credit Act commencing with Section 40-18-422, Code of Alabama 1975. 38 39 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA: Section 1. This article shall be known and may be cited 40 as the ReEngage Alabama Grant Program. 41 42 Section 2. The purpose of the ReEngage Alabama Grant 43 Program is to do all of the following: (1) Increase the number of Alabama adults with college 44 45 degrees. 46 (2) Encourage adults who have earned some college 47 credit hours to return to college, enroll, and complete a 48 college degree program that is connected with workforce 49 development needs and aligned with Alabama's high demand 50 occupations list. 51 (3) Provide financial assistance to adult learners of 52 the state for postsecondary education in the state. 53 Section 3. For the purposes of this article the following terms have the following meanings: 54 (1) ACADEMIC TERM. A portion of an academic year, such 55 56 as a quarter or semester, during which an institution of



57 higher education holds classes including, but not limited to,58 Fall, Winter, Spring, or Summer semesters.

59 (2) ADULT LEARNER. An individual who is 25 years of age60 or older and returning to college.

(3) ALABAMA RESIDENT. An individual who has been
classified as an in-state resident by an authorized
institution, who has established residency within this state
for at least a 12-month period prior to the beginning of the
term for which financial assistance is requested, and who is
in this state for other than a temporary purpose.

67 (4) APPROVED INSTITUTION. A state-supported institution
68 of higher education or a private nonprofit institution of
69 higher education that satisfies all of the following:

a. Is accredited by the Southern Association of
Colleges and Schools Commission on Colleges, or the Council on
Occupational Education.

b. Is eligible to receive Title IV federal student aidprogram funds.

c. Maintains its primary headquarters in Alabama.

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76 (5) AUTHORIZED INSTITUTION. An approved institution 77 that files a signed agreement with the commission to comply 78 with all rules and procedures of the ReEngage Alabama Grant 79 Program as provided by the commission.

80 (6) COMMISSION. The Alabama Commission on Higher81 Education.

82 (7) CONTINUOUS ENROLLMENT. When an adult learner is
 83 making academic progress toward degree completion without a
 84 stop-out in enrollment of more than one consecutive semester



85 or quarter, such as Fall/Winter to Spring, Spring to 86 Summer/Fall, or Summer to Fall.

87 (8) ELIGIBLE PROGRAM. A nonsectarian, secular
88 educational program that is aligned with Alabama's high demand
89 workforce needs adopted by the Alabama Committee on
90 Credentialing and Career Pathways.

91 (9) ELIGIBLE STUDENT. An individual who completed the
92 Free Application for Federal Student Aid (FAFSA), who is in
93 pursuit of his or her first associate or baccalaureate degree,
94 who satisfies the criteria set out in this act, and who is
95 found to be eligible by rules adopted by the commission.

96 (10) GRANT. A financial award by the State of Alabama
97 to defray the cost of tuition and mandatory fees to an
98 eligible adult learner who is currently enrolled in an
99 authorized institution.

100 (11) PROGRAM. The ReEngage Alabama Grant Program101 created by this act.

102 (12) YEAR. An academic year that shall be divided into
103 Fall, Winter, Spring, and Summer terms. The term does not mean
104 calendar or fiscal year.

105 Section 4. (a) The program shall be administered by the 106 commission, which may adopt any rules necessary for the 107 administration of the program.

(b) The commission shall adopt standards for awarding grant payments to an eligible adult learner who satisfies all of the following:

111 (1) Is a citizen or a lawful permanent resident of the112 United States.



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(2) Is a resident of Alabama.

(3) Has not attended a postsecondary education institution for at least two years prior to their current enrollment.

Section 5. To be eligible for the grant award, an applicant shall satisfy all of the following:

(1) Be classified as an undergraduate student with the completion of at least 36 credit hours for an associate degree or at least 72 credit hours for a baccalaureate degree of a college degree program that is connected with workforce development needs and aligned with Alabama's high demand occupations list adopted by the Alabama Committee on Credentialing and Career Pathways.

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(2) Show proof of residency.

127 (3) Have good academic standing as defined by the128 institution.

(4) Has been accepted to or is enrolled as a full-time or part-time student in an eligible program in an authorized institution leading to an associate or baccalaureate degree and has not attended a postsecondary education institution at least two years prior.

(5) Satisfies continuing eligibility each term by
enrolling in six hours or more per term continuously as
established by the commission.

137 Section 6. (a) The program shall be used to provide 138 grant award payments for eligible adult learners up to the 139 maximum award amount of three thousand dollars (\$3,000) for 140 universities and one thousand five hundred dollars (\$1,500)



141 for community colleges per academic semester for a full-time 142 student. Proportional awards shall be given for students 143 taking six to 11 hours and students enrolled in less common 144 academic terms, such as quarters, Summer terms, and 145 intersessions.

(b) Each grant shall be renewable for the number of terms normally required by the institution for the course of study in which the adult learner is enrolled as long as the student is continuously enrolled until the student receives an associate degree or a baccalaureate degree. The commission shall grant a renewal upon verification that the student remains an eligible student.

(c) Grant award payments shall be distributed directly to the approved institution on behalf of the student during the applicable year.

156 (d) The requirements of this act are contingent upon157 available funding for the program.

(e) The commission shall determine the necessary
procedures for awarding grant award payments if the number of
eligible applicants and recipients exceeds available funding.

161 (f) Any funds appropriated to the program shall be 162 nonreverting.

(g) A percentage of the grant program's appropriations may be expended for the operation and maintenance of the program.

(h) Each authorized institution that enrolls an adult
learner who is eligible for the tuition and mandatory fees
benefits provided by this program shall take necessary action



to ensure that the student is aware of all other benefits that he or she may be entitled to under any other federal and state educational benefits, and any student grant or scholarship. In order to receive the benefits provided by this program, the student shall take the necessary steps to utilize all of the above benefits.

175 Section 7. (a) The commission shall provide an annual 176 report to the Chair of the House Ways and Means Education 177 Committee and the Chair of the Senate Finance and Taxation 178 Education Committee to account for the use of funds and the 179 effectiveness of the grant program established under this 180 article.

181 (b) The commission shall consult with the Alabama 182 Commission on the Evaluation of Services to develop 183 performance metrics and other measures of success to include 184 in the annual report required pursuant to subsection (a). 185 During the 2027 Fiscal Year, the program shall undergo an 186 evaluation by the Alabama Commission on the Evaluation of 187 Services to determine whether the program is impacting the 188 determined measures of success.

Section 8. This article shall be known and may be citedas the Alabama Short-Term Credential Scholarship Program.

191 Section 9. The following words used in this article192 have the following meanings.

(1) ELIGIBLE STUDENT. An Alabama resident who is
registered for or intends to register to take a short-term
credential program at an institution within the Alabama
Community College System.



197 (2) GRANT. A payment made to an institution within the
198 Alabama Community College System to be applied toward an
199 eligible student's qualifying educational expenses for a
200 short-term credential program.

(3) QUALIFYING EDUCATIONAL EXPENSES. Tuition, fees,
books, materials, and supplies required for or on behalf of an
eligible student by the Alabama Community College System
institution for participation in a short-term credential
program.

206 (4) SHORT-TERM CREDENTIAL PROGRAM. A program at an 207 Alabama Community College System institution that can be completed in two semesters or less and that will lead to 208 209 in-demand career opportunities in the region in which the 210 community college where the course is taken is located. In 211 developing the short-term credential program, each community college shall work with local businesses and regional 212 213 workforce councils and consult the regional and statewide 214 lists of in-demand occupations to determine the in-demand 215 careers and applicable curriculum.

216 Section 10. (a) There is hereby established a 217 short-term credential program that will provide grants to help 218 pay for qualifying educational expenses for eligible students 219 at any Alabama Community College System institution.

(b) An eligible student may receive a grant of up to four thousand five hundred dollars (\$4,500) that shall be paid to the Alabama Community College System institution where the eligible student enrolls in a short-term credential program and shall be applied toward the eligible student's qualifying



educational expenses required to complete a credit or non-credit short-term credential program that provides training for in-demand careers in the relevant region.

228 (c) One-half of the grant shall be paid to the Alabama 229 Community College System institution within five days after 230 the eligible student's first day of class in the short-term 231 credential program, and the other one-half of the grant shall 232 be paid within five days after the eligible student's 233 completion of the short-term credential program. The second 234 one-half of the grant shall not be paid if the eligible 235 student does not complete the course, and in such a situation, the eligible student shall be responsible for paying the 236 237 outstanding balance of any tuition or other fees owed to the 238 Alabama Community College System institution at which the 239 course was taken. If the eligible student does not complete 240 the short-term credential program within one calendar year 241 from the first day of the program's commencement, that 242 individual must repay the State of Alabama the initial 243 one-half of the grant that was paid to the Alabama Community 244 College System institution on his or her behalf.

(d) An eligible student who receives a grant under this article may not receive another grant until one calendar year after he or she completes the short-term credential program for which the prior grant was awarded.

249 Section 11. The Alabama Community College System shall 250 do all of the following:

(1) Adopt any policies and procedures necessary toimplement and administer this article.



(2) Establish standards for participation andeligibility to receive a grant under this article.

(3) Establish the process by which eligible studentswill apply for a grant.

(4) Ensure that grants provided under this article are
awarded in a manner that does not discriminate based on
gender, race, or disability status of the applicant.

(5) Ensure that all grant applicants are residents ofthe State of Alabama.

262 (6) Ensure that all funding provided under this article
263 is expended for the sole purpose of helping to pay the
264 eligible student's qualifying educational expenses.

265 Section 12. (a) There is created within the State 266 Treasury a fund to be known as the Short-Term Credential 267 Scholarship Fund, which is authorized to accept funds 268 appropriated by the Legislature in the general appropriations 269 act or other appropriations acts.

(b) The grants provided under this article shall be effective on January 1, 2024, and shall continue through December 31, 2028, unless extended by an act of the Legislature.

274 Section 13. (a) The Alabama Community College System 275 shall provide an annual report to the Chair of the House Ways 276 and Means Education Committee and the Chair of the Senate 277 Finance and Taxation Education Committee to account for the 278 use of funds and the effectiveness of the grant program 279 established under this article.

280 (b) The Alabama Community College System shall consult



with the Alabama Commission on the Evaluation of Services to develop performance metrics and other measures of success to include in the annual report required pursuant to subsection (a). During the 2027 Fiscal Year, the program shall undergo an evaluation by the Alabama Commission on the Evaluation of Services to determine whether the program is impacting the determined measures of success.

Section 14. The Apprenticeship Tax Credit, Chapter 18 of Title 40, commencing with Section 40-18-422, Code of Alabama 1975, is repealed effective December 31, 2024, unless extended by an act of the Legislature prior to that date for no more than five additional years.

293 Section 15. This act shall become effective on the 294 first day of the third month following its passage and 295 approval by the Governor, or its otherwise becoming law.