H. R. 974

To establish a program to afford high school graduates from the District of Columbia the benefits of in-State tuition at State colleges and universities outside the District of Columbia, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

March 4, 1999

Mr. Davis of Virginia (for himself, Ms. Norton, Mrs. Morella, Mr. Hoyer, Mr. Wynn, Mr. Horn, Mr. Cunningham, Mr. Ehrlich, and Mr. Moran of Virginia) introduced the following bill; which was referred to the Committee on Government Reform, and in addition to the Committee on Ways and Means, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To establish a program to afford high school graduates from the District of Columbia the benefits of in-State tuition at State colleges and universities outside the District of Columbia, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "District of Columbia
- 5 College Access Act".

1 SEC. 2. ESTABLISHMENT OF SCHOLARSHIP PROGRAM.

- 2 There is hereby established the District of Columbia
- 3 College Access Scholarship Program (hereafter in this Act
- 4 referred to as the "Program" under which the Mayor of
- 5 the District of Columbia shall award scholarships in ac-
- 6 cordance with section 4 using amounts in the District of
- 7 Columbia College Access Fund established under section
- 8 3.

9 SEC. 3. DISTRICT OF COLUMBIA COLLEGE ACCESS FUND.

- 10 (a) Establishment.—There is hereby established
- 11 on the books of the government of the District of Colum-
- 12 bia the District of Columbia College Access Fund (here-
- 13 after in this Act referred to as the "Fund", which shall
- 14 consist of the following amounts:
- 15 (1) Amounts appropriated to the Fund under
- 16 law.
- 17 (2) Gifts and bequests.
- 18 (3) Refunds paid under section 4(b)(4).
- 19 (4) Interest earned on the balance of the Fund.
- 20 (b) Administration.—The Mayor of the District of
- 21 Columbia shall administer the Fund, in consultation with
- 22 the Secretary of Education.
- (c) Use of Fund.—
- 24 (1) In general.—Amounts in the Fund shall
- be used solely to award scholarships in accordance
- with section 4, except that not more than 10 percent

- of the balance of the Fund with respect to a fiscal year may be used for the administration of the Fund during such year.
- 4 (2) Determination of amount available
 5 For scholarships.—With respect to each academic
 6 year for which scholarships may be awarded under
 7 this Act, the Mayor shall determine the amount
 8 available from the Fund for awarding scholarships.
- 9 (d) INVESTMENT.—The Mayor shall invest such por10 tion of the Fund as is not in the judgment of the Mayor
 11 required to make current payments for scholarships. Such
 12 investments shall be in such form as the Mayor considers
 13 appropriate.

(e) Tax Treatment of Fund.—

- (1) Contributions to fund.—For purposes of the Internal Revenue Code of 1986, any contribution or gift to or for the use of the Fund shall be treated as a contribution or gift for exclusively public purposes to or for the use of an organization described in section 170(c)(1) of such Code.
 - (2) TREATMENT OF PAYMENTS FROM FUND.—Any payment from the Fund shall not be subject to any Federal, State, or local income or gift tax.
- (3) Exemption.—For purposes of such Code, notwithstanding section 501(c)(1)(A) of such Code,

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- 1 the Fund shall be treated as described in section
- 501(c)(1) of such Code and exempt from tax under
- 3 section 501(a) of such Code.

4 SEC. 4. ADMINISTRATION OF SCHOLARSHIP PROGRAM.

- 5 (a) APPLICATIONS.—Any qualified graduate seeking
- 6 a scholarship under the Program shall submit an applica-
- 7 tion to the Mayor in such form and containing such infor-
- 8 mation as the Mayor may prescribe by regulation. The
- 9 Mayor shall make applications for scholarship under the
- 10 Program available not later than October 1 of the aca-
- 11 demic year preceding the academic year for which scholar-
- 12 ship will be awarded, and shall announce the recipients
- 13 of scholarship under this section not later than March 1
- 14 of the academic year preceding the academic year for
- 15 which the scholarship is awarded.
- 16 (b) Awards Authorized.—
- 17 (1) Amounts based on in-state tuition.—
- 18 From the amount available from the Fund under
- section 3(c)(2) for any academic year, the Mayor
- shall award scholarships to each qualified graduate
- submitting an application that is approved pursuant
- 22 to subsection (a). Subject to paragraph (2), such
- scholarship shall provide, for attendance at an eligi-
- ble institution located outside the District of Colum-
- bia, an amount equal to the difference between—

- 1 (A) the amount of the tuition normally
 2 charged by that institution to a student who is
 3 not a resident of the State in which that insti4 tution is located for the program of instruction
 5 in which the qualified graduate is enrolled or
 6 accepted for enrollment; and
 - (B) the amount of the tuition normally charged by that institution to a student who is a resident of such State for such program of instruction.
 - (2) RATABLE REDUCTION IF FUNDS INSUFFICIENT.—If the amount available from the Fund under section 3(c)(2) for any academic year is not sufficient to pay the scholarship amount determined under paragraph (1) for each qualified graduate submitting an application that is approved pursuant to subsection (a), the amount of such scholarships shall be ratably reduced. If additional sums become available for such academic year, such reduced scholarships shall be increased on the same basis as they were reduced (until the amount allotted equals the amount determined under paragraph (1)).
 - (3) DISBURSEMENT.—The scholarships awarded under this section shall be disbursed to the eligible institution at which the qualified graduate is en-

- rolled or accepted for enrollment by check or other means that is payable to and requires the endorsement or other certification by such graduate.
 - (4) REFUNDS.—The Mayor may prescribe such regulations as may be necessary to provide for the refund to the Fund of a portion of the amount awarded under this section in the event a recipient of a scholarship under this section withdraws from an institution during a period of enrollment in which the recipient began attendance.
- 11 (c) RULE OF CONSTRUCTION.—Nothing in this Act
 12 shall be construed to require an institution of higher edu13 cation to alter the institution's admissions policies or
 14 standards in any manner in order for a qualified graduate
 15 to receive a scholarship to attend such institution under
 16 this Act.
- 17 (d) Definitions.—As used in this section:
- 18 (1) QUALIFIED GRADUATE.—The term "quali-19 fied graduate" means an individual who—
- 20 (A) has been a resident of the District of
 21 Columbia for not less than the 12 consecutive
 22 months preceding the academic year for which
 23 the scholarship is sought;
- 24 (B) begins his or her undergraduate course 25 of study within the 3 calendar years (excluding

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any period of service on active duty in the Armed Forces of the United States, in the Peace Corps or Americorps) of graduating from a secondary school, or receiving the recognized equivalent of a secondary school diploma;

- (C) is enrolled or accepted for enrollment in a degree, certificate, or other program (including a program of study abroad approved for credit by the institution at which such student is enrolled) leading to a recognized educational credential at an eligible institution;
- (D) if the student is presently enrolled at an institution, is maintaining satisfactory progress in the course of study the student is pursuing, as determined under section 484(c) of the Higher Education Act of 1965 (20 U.S.C. 1091(c));
- (E) is a citizen or national of the United States, a permanent resident of the United States, able to provide evidence from the Immigration and Naturalization Service that he or she is in the United States for other than a temporary purpose with the intention of becoming a citizen or permanent resident, or a citizen of the Republic of the Marshall Islands, the

1	Federated States of Micronesia, or the Republic
2	of Palau;
3	(F) does not owe a refund on grants pre-
4	viously received under title IV of the Higher
5	Education Act of 1965, and is not in default on
6	any loan made, insured, or guaranteed under
7	such title;
8	(G) has not completed his or her first un-
9	dergraduate baccalaureate course of study; and
10	(H) is not incarcerated.
11	(2) Eligible institution.—The term "eligi-
12	ble institution" means an institution of higher edu-
13	cation that—
14	(A) is established as a State-supported in-
15	stitution of higher education by the State in
16	which such institution is located;
17	(B) is eligible to participate in student fi-
18	nancial assistance programs under title IV of
19	the Higher Education Act of 1965 (20 U.S.C.
20	1001 et seq.); and
21	(C) has entered into an agreement with the
22	Mayor containing such requirements for the
23	management of funds provided under this Act
24	as the Mayor may specify.

1	(3) Institution of Higher Education.—The
2	term "institution of higher education" has the
3	meaning given that term under section 101 of the
4	Higher Education Act of 1965 (20 U.S.C. 1001).
5	(4) SECONDARY SCHOOL.—The term "second-
6	ary school" has the meaning given that term under
7	section 14101 of the Elementary and Secondary
8	Education Act of 1965 (20 U.S.C. 8801).
9	SEC. 5. ADMINISTRATION OF PROGRAM AND FUND.
10	In carrying out the Program and administering the
11	Fund, the Mayor of the District of Columbia—
12	(1) shall consult with the Secretary of Edu-
13	cation; and
14	(2) may enter into a contract with a nongovern-
15	mental agency to administer the Program and the
1516	Fund if the Mayor determines that it is cost-effec-
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16 17 18 19 20 21 22	Fund if the Mayor determines that it is cost-effective and appropriate to do so. SEC. 6. AUTHORIZATION OF APPROPRIATIONS. There are authorized to be appropriated for payment to the Fund such sums as may be necessary for fiscal year 2000 and for each of the 5 succeeding fiscal years. SEC. 7. AUTHORIZATION OF APPROPRIATIONS FOR UNI-

- 1 each of the 5 succeeding fiscal years such sums as may
- 2 be necessary to enhance educational opportunities for the

3 University.

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