

REFERENCE TITLE: postsecondary education; resident students; scholarships

State of Arizona  
House of Representatives  
Fifty-sixth Legislature  
First Regular Session  
2023

## **HB 2749**

Introduced by  
Representatives De Los Santos: Bravo, Hernandez M, Ortiz, Schwiebert,  
Seaman

AN ACT

AMENDING SECTION 15-1701, ARIZONA REVISED STATUTES; APPROPRIATING MONIES;  
RELATING TO FINANCIAL AID.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 15-1701, Arizona Revised Statutes, is amended to  
3 read:

4 15-1701. Arizona promise program; eligibility requirements;  
5 award; fund; definitions

6 A. Eligible postsecondary institutions shall implement an Arizona  
7 promise program to provide ~~financial assistance~~ FREE POSTSECONDARY  
8 EDUCATION to students who meet the criteria prescribed in this section and  
9 who are ~~pursuing studies in this state leading to~~ ENROLLED IN A VOCATIONAL  
10 PROGRAM, AN ASSOCIATE DEGREE PROGRAM OR a baccalaureate degree PROGRAM.

11 B. Except as otherwise provided by law, to be eligible to  
12 participate in the Arizona promise program and to qualify for an award  
13 under this section, a student shall meet all of the following  
14 requirements:

15 1. Qualify for in-state student status as prescribed in section  
16 15-1802 OR 15-1803.

17 2. Have graduated from a high school in this state with a minimum  
18 2.5 cumulative grade point average on a 4.0 scale for all work attempted  
19 in grades nine through twelve.

20 3. Satisfy the admission standards as determined by an eligible  
21 postsecondary institution.

22 4. Complete and submit the free application for federal student aid  
23 and, IF THE STUDENT QUALIFIES FOR IN-STATE STUDENT STATUS PURSUANT TO  
24 SECTION 15-1802, meet the eligibility criteria for the federal pell grant.

25 5. Secure admission to, and be enrolled in, an eligible  
26 postsecondary institution for at least full-time status as determined by  
27 federal student financial aid guidelines.

28 C. To retain eligibility while pursuing the program of higher  
29 learning in which the student is enrolled, the student shall meet all of  
30 the following requirements:

31 1. Maintain satisfactory academic progress as required for  
32 eligibility for federal student financial aid.

33 2. Complete and submit the free application for federal student  
34 aid.

35 3. Maintain at least full-time status as determined by federal  
36 student financial aid guidelines.

37 4. Comply with the standards related to maintenance of eligibility  
38 as adopted by the governing board of the eligible postsecondary  
39 institution.

40 D. Each eligible postsecondary institution shall provide to each  
41 eligible student an award up to the actual cost of in-state tuition and  
42 fees, except that an award provided pursuant to this section shall be  
43 reduced by the amount of any other federal aid scholarships or public  
44 grants and any other financial gifts, grants or aid received by that  
45 person.

1 E. An award under this section may be awarded for a maximum of  
2 eight academic semesters or their equivalent.

3 F. An award under this section shall be awarded to all eligible  
4 applicants without limit other than the amount of monies available for the  
5 Arizona promise program and the number of eligible applicants. If  
6 appropriated monies are insufficient to provide awards for all eligible  
7 applicants: ~~;~~

8 1. The Arizona board of regents shall guarantee the award for  
9 applicants who enroll in EITHER:

10 (a) A university under the jurisdiction of the Arizona board of  
11 regents.

12 (b) A COLLEGE IN THIS STATE THAT IS OWNED, OPERATED OR CHARTERED BY  
13 A QUALIFYING INDIAN TRIBE ON ITS OWN INDIAN RESERVATION.

14 2. EACH COMMUNITY COLLEGE DISTRICT SHALL GUARANTEE THE AWARD FOR  
15 APPLICANTS WHO ENROLL IN A COMMUNITY COLLEGE UNDER ITS JURISDICTION.

16 G. The Arizona promise program fund is established consisting of  
17 legislative appropriations and any other monies for the purpose of  
18 administering the Arizona promise program and distributing award monies.  
19 The Arizona board of regents shall administer the fund, including  
20 developing and implementing centralized administrative processes for  
21 distributing monies in the fund to eligible postsecondary institutions  
22 each fiscal year. The Arizona board of regents may accept and spend  
23 federal monies and private grants, gifts, contributions and devises,  
24 including private, philanthropic, public and other sources of monies, to  
25 assist in carrying out the purposes of this section. Monies in the fund  
26 are continuously appropriated and are exempt from the provisions of  
27 section 35-190 relating to lapsing of appropriations. Monies in the fund  
28 may be used for any of the following:

29 1. Reimbursing Arizona promise program awards that cover the  
30 balance of tuition and fees for eligible participants enrolled in an  
31 eligible postsecondary institution after all other gifts and aid received.

32 2. Administering the Arizona promise program, including hiring and  
33 retaining additional personnel. The administration of the program includes  
34 data collection, reporting, tracking and analyzing the program.

35 3. Designing and implementing a marketing and promotion plan for  
36 the Arizona promise program.

37 H. Annual expenditures for marketing, promoting and administering  
38 the Arizona promise program may not exceed three percent of the monies in  
39 the fund each fiscal year.

40 I. Monies remaining in the Arizona promise program fund at the end  
41 of each fiscal year may be used by eligible postsecondary institutions for  
42 Arizona promise program costs in the next fiscal year.

43 J. For the purposes of this section:

44 1. "Eligible postsecondary ~~institutions~~ INSTITUTION" means:  
45 ~~universities~~

1 (a) A UNIVERSITY under the jurisdiction of the Arizona board of  
2 regents.

3 (b) A COMMUNITY COLLEGE IN THIS STATE.

4 (c) A COLLEGE IN THIS STATE THAT IS OWNED, OPERATED OR CHARTERED BY  
5 A QUALIFYING INDIAN TRIBE ON ITS OWN INDIAN RESERVATION.

6 2. "Tuition and fees" means tuition, mandatory fees and program  
7 fees that are associated with a program in the eligible postsecondary  
8 institution and that are charged by an eligible postsecondary institution.

9 Sec. 2. Appropriation; Arizona promise program fund;  
10 exemption; intent

11 A. The sum of \$\_\_\_\_\_ is appropriated from the state general  
12 fund in fiscal year 2023-2024 to the Arizona promise program fund  
13 established by section 15-1701, Arizona Revised Statutes, as amended by  
14 this act.

15 B. The appropriation made in subsection A of this section is exempt  
16 from the provisions of section 35-190, Arizona Revised Statutes, relating  
17 to lapsing of appropriations.

18 C. The legislature intends that the appropriation made in  
19 subsection A of this section be considered ongoing funding in future  
20 years, except that the amount appropriated shall be the amount required to  
21 fund Arizona promise program awards for all eligible applicants pursuant  
22 to section 15-1701, Arizona Revised Statutes, as amended by this act, in  
23 the following year.