LEGISLATURE OF NEBRASKA ONE HUNDRED EIGHTH LEGISLATURE SECOND SESSION

LEGISLATIVE BILL 1083

Introduced by Conrad, 46. Read first time January 09, 2024 Committee: Education

1	A BILL FOR AN ACT relating to the Nebraska Career Scholarship Act; to
2	amend sections 85-3005 and 85-3006, Revised Statutes Cumulative
3	Supplement, 2022; to include a program of study in education,
4	engineering, and early childhood education as an eligible program of
5	study for scholarship eligibility for private colleges and community
6	colleges under the act as prescribed; to state intent regarding
7	appropriations; and to repeal the original sections.
0	Do it apparted by the people of the State of Nebroaks

8 Be it enacted by the people of the State of Nebraska,

Section 1. Section 85-3005, Revised Statutes Cumulative Supplement,
 2022, is amended to read:

3 85-3005 (1)(a) The Department of Economic Development, in 4 collaboration with the community colleges, shall award a Nebraska Career 5 Scholarship that does not exceed a maximum of five thousand dollars per year to any eligible community college student who is enrolled in an 6 7 eligible program of study in an identified shortage area or skilled trade that meets the workforce needs of the state. 8

9 (b) The Department of Economic Development shall identify shortage 10 areas and skilled trades that meet workforce needs for purposes of this 11 section, which shall include a program of study in early childhood 12 <u>education</u>, and shall periodically review and revise the identification of 13 such shortage areas and skilled trades.

(c) For purposes of this section, an eligible program of study means
 a program of study offered by a community college in a shortage area or
 skilled trade identified pursuant to subdivision (b) of this subsection.

(d) Each community college area, acting as an agent of the state, shall determine the eligibility of students enrolled in the community college, receive and process applications for awards to individual students, and disperse funds directly to scholarship recipients during the fiscal year. Eligibility criteria shall include being a first-time freshman or a transfer student and enrollment in an eligible program of study.

(2) Each scholarship recipient shall register with the appropriate
campus office to obtain a Nebraska-based internship, apprenticeship,
clinical position, or employment in a major-related field prior to
completion of the student's eligible program of study.

(3) A Nebraska Career Scholarship may be used by the scholarship
 recipient for tuition, fees, required tools and equipment, and room and
 board.

31 (4) Each scholarship awarded under this section shall be

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automatically renewed on an annual basis if the student remains enrolled in good standing in the eligible program of study for which such scholarship was awarded, except that no student shall receive a scholarship renewal after three years of participation in such eligible program of study.

6 (5) Each community college area shall collect information on each 7 scholarship recipient who has been awarded a Nebraska Career Scholarship 8 by such community college area and shall share such information with the 9 Department of Economic Development.

10 (6) The Department of Economic Development shall report
11 electronically to the Clerk of the Legislature and the Governor on or
12 before December 1 of each year the following information:

(a) For each eligible program of study at a community college in thecurrent or prior academic year:

(i) The total number of students enrolled in the program in the immediately prior academic year and the total number of students enrolled in the program as of the most recent census date for the community college area;

(ii) The total number of scholarship recipients in the program as ofthe most recent census date for the community college area; and

(iii) The number of students participating in an internship, an apprenticeship, a clinical position, or employment in a major-related field during the immediately prior academic year and a comparison of participation rates for scholarship recipients and nonscholarship students;

(b) The total number of first-time freshman scholarship recipients
retained in year two of the scholarship recipient's eligible program of
study and a comparison of the retention rate for first-time freshman
scholarship recipients to the overall retention rate for first-time
freshman students;

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(c) The total number of first-time freshman scholarship recipients

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who complete the program of study by earning the certificate, diploma, or degree that signifies completion and a comparison of the on-time completion rate for scholarship recipients to the overall on-time completion rate for all first-time freshman students;

5 (d) The number of scholarship recipients obtaining employment in the 6 state within five fiscal quarters of completion of an eligible program of 7 study using Department of Labor data; and

8 (e) The average salary of scholarship recipients, as determined by 9 the Department of Labor, for the fifth fiscal quarter following 10 completion.

11 (7) The Department of Economic Development shall allocate to 12 community colleges the amount appropriated to the department to carry out 13 this section. The department shall establish a separate budget subprogram 14 for such allocation.

15 (8) It is the intent of the Legislature to increase the funding for
 16 scholarships awarded pursuant to this section to eight million dollars
 17 for fiscal year 2024-25.

Sec. 2. Section 85-3006, Revised Statutes Cumulative Supplement, 2022, is amended to read:

Department Economic Development, 20 85-3006 (1)(a) The of in collaboration with private colleges that elect to participate, shall 21 award a Nebraska Career Scholarship that does not exceed a maximum of ten 22 thousand dollars per year to any private college student who achieved a 23 24 composite score on a standard college admission test equivalent to a 25 score of at least eighteen out of a maximum score of thirty-six and who is enrolled in an eligible program of study. 26

27 (b) Each participating private college, acting as an agent of the state, shall determine the eligibility of students enrolled in the 28 private college, receive and process applications for 29 awards to individual students, and disperse funds directly to scholarship 30 recipients during the fiscal year. Eligibility criteria shall include 31

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being a first-time freshman or a transfer student and enrollment in an
 eligible program of study.

3 (c) For purposes of this section, an eligible program of study4 means:

5 (i) Through academic year 2023-24, a program of study at a private 6 college in mathematics, health care, and computer information systems; 7 and

8 (ii) Beginning with academic year 2024-25, a program of study 9 designated by the Department of Economic Development based on periodic 10 reviews of workforce needs in the state, which shall include a program of 11 study in education or engineering.

(2) Each scholarship recipient shall register with the appropriate
campus office to obtain a Nebraska-based internship, apprenticeship,
clinical position, or employment in a major-related field prior to
completion of the student's eligible program of study.

(3) A Nebraska Career Scholarship may be used by the scholarship
 recipient for tuition, fees, required tools and equipment, and room and
 board.

(4) Each scholarship awarded under this section shall 19 be automatically renewed on an annual basis if the student remains enrolled 20 in good standing in the eligible program of study for which such 21 22 scholarship was awarded, except that no student shall receive a 23 scholarship renewal after four years of participation in such eligible program of study. 24

(5) Each participating private college shall collect information on
each scholarship recipient who has been awarded a Nebraska Career
Scholarship by such private college and shall share such information with
the Department of Economic Development.

(6) The Department of Economic Development shall report
electronically to the Clerk of the Legislature and the Governor on or
before December 1 of each year the following information for each

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1 eligible program of study at a private college in the current or prior 2 academic year:

3 (a) The total number of students enrolled in the program in the 4 immediately prior academic year and the total number of students enrolled 5 in the program as of September 30 for the current academic year;

6 (b) The total number of scholarship recipients in the program as of 7 September 30 for the current academic year and the total number of such 8 scholarship recipients who are newly enrolled in the program for such 9 academic year;

(c) The total number of students retained in the program and a
 comparison of the retention rates between scholarship recipients and
 nonscholarship students;

(d) The number of students participating in an internship, an apprenticeship, a clinical position, or employment in a major-related field during the immediately prior academic year and a comparison of participation rates for scholarship recipients and nonscholarship students;

(e) The total number of graduates for the immediately prior academic
year, the number of scholarship recipient graduates for such academic
year, and a comparison of the graduation rates for scholarship recipients
and nonscholarship students; and

(f) The number of graduates from the immediately prior academic year who obtained employment in a major-related field in the state within four months after graduation and the average starting salary for such graduates.

(7) The Department of Economic Development shall allocate the amount appropriated to the department to carry out this section to private colleges that elect to participate under the Nebraska Career Scholarship Act. The department shall establish a separate budget subprogram for such allocations.

31 (8) It is the intent of the Legislature to increase the funding for

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- 1 <u>scholarships awarded pursuant to this section to eight million dollars</u>
- 2 for fiscal year 2024-25.
- 3 Sec. 3. Original sections 85-3005 and 85-3006, Revised Statutes
- 4 Cumulative Supplement, 2022, are repealed.