

# OVERVIEW

## **Exemptions and Waivers**

Texas currently maintains a variety of programs aimed at exempting or waiving tuition, fees, and other expenses related to attending public colleges and universities. These exemption and waiver programs are targeted to specific populations that the Texas Legislature has identified as warranting special consideration related to paying for higher education costs. Statutes are inconsistent in the use of the terms "exemption" and "waiver", so for the purposes of this overview we have defined an exemption as a program that allows special groups of Texas residents or nonresidents to enroll and pay a reduced amount of tuition and/or fees. A waiver allows special groups of nonresidents to enroll and pay a reduced nonresident tuition rate. We are also limiting the use of these

**Exemptions** allow special groups of Texas residents or nonresidents to enroll and pay a reduced amount of tuition and fees.

**Waivers** allow special groups of nonresidents to enroll and pay a reduced nonresident tuition rate.

terms to programs whose costs are absorbed by the institutions.<sup>1</sup>

Some programs are large and well known, such as the Hazlewood Exemption which provides an exemption from tuition and some fees for all Texas veterans. Others are relatively obscure and uniquely targeted, such as the Olympic Programs Waiver which waives out-of-state tuition rates for any student attending UT Brownsville or Texas Southmost College while participating in a Community Olympic Development Program or training at a U.S. Olympic training center in Texas.

All exemption and waiver programs are authorized or mandated by the Texas Legislature. Most exemption and waiver programs were designed to reward individuals or their families for services rendered. Others are used to strengthen the basic infrastructure of higher education, in that institutions use them to recruit faculty, research assistants, teaching assistants, and highly-qualified students. Today, Texas has 37 exemption programs and 21 waiver programs. In FY 2008, more than 202,500 students received assistance through these programs, and the amount of tuition and fee revenue foregone by institutions totaled almost \$356 million.

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<sup>&</sup>lt;sup>1</sup> The state appropriates funds to the Coordinating Board for use in reimbursing the costs of five programs referred to in statute as "exemptions." Because of this reimbursement, however, these programs have not been included in the cost estimates and analyses of this report. The programs function more like grants than exemptions. These programs include the Educational Aides Exemption Program (TEC 54.214), the Temporary Assistance to Needy Families Exemption (TEC 54.212), the Tuition Assistance Program for Members of State Military Forces, (TEC 54.2155 and Texas Government Code 431.090), the Early High School Graduation Scholarship Program (TEC Chapter 56, Subchapter K,) and the Combat Exemption Program (TEC Chapter 54.203 (b-2).

**Mandatory** exemption and waiver programs are dictated in statute for all institutions to honor.

**Optional** exemption and waivers provide discretion for governing boards to implement.

## **Common Questions**

# Are all exemption and waiver programs mandated by the Texas Legislature?

Most programs are mandated for all institutions to implement and serve the defined program population. However, some programs are optional – implementation is left to the discretion of the governing boards at each institution. If the institution chooses to offer the program, however, it must serve all eligible students.

#### Does the Coordinating Board administer exemption and waiver programs?

No. The Coordinating Board performs a variety of tasks for a few programs as prescribed by statute, but exemption and waiver programs are generally administered locally at each institution.<sup>2</sup>

#### How do institutions administer the exemption and waiver programs?

While eligibility requirements and benefits are stated in statutes, how the programs are administered varies by institution. The greatest variation exists on campus the programs are administered. Many institutions, for example, administer military related waiver and exemption programs from a Veterans Affairs office. Conversely, some scholarship/academic waiver programs may be handled in the relevant academic department. Still other programs may be administered by the business, admissions, or financial aid offices.

Institutions have, in most cases, local discretion to identify the documentation needed to support a student's claim of eligibility. Once eligibility is determined by the appropriate institutional authority, billing is adjusted accordingly and the student pays the remaining balance of expenses (if any). Complicating administration, statutes usually do not define a deadline for students to prove eligibility. Therefore, institutions may have to revise billing, make refunds, and submit revised reports to the Coordinating Board for students proving eligibility after the census date of an academic semester or year.

#### How are exemption and waiver programs funded?

The state does not fund the exemption and waiver programs described in this overview. (See footnote 1, page 1.) Formula funding allocations to institutions do not include any set aside or funding line item to offset tuition and fees lost to exemptions and waivers claimed at an institution. In effect, the institutions must accommodate these losses. Of the \$356 million in tuition and fees forgone in FY2008, \$272.1 million was associated with the cost of mandatory exemption and waiver programs, and \$83.5 million in institutional revenue was lost to optional programs that some institutions elected to administer.

It stands to reason that institutions must accommodate lost revenue. This may include some combination of decreasing costs and identifying additional revenue sources.

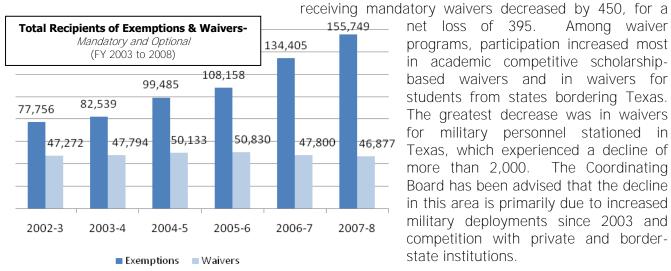
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<sup>&</sup>lt;sup>2</sup> Statutes call for the Board to adopt rules for the administration of several programs, including the Hazlewood Act (TEC 54.203), Exemption Program for Nurse Faculty Children (TEC 54.221), Exemption for Preceptors and their Children (TEC 54.222), and Exemptions for Firefighters Enrolled in Fire Science Curriculum. Statutes also call for the Board to maintain a database for tracking student progress through their 150 hours of eligibility for the Hazlewood Exemption, to design applications for the Nurse Faculty and Preceptor Exemptions, and to compile a list of degree programs eligible for the Firefighter Exemption.

#### How many students participate in exemption and waiver programs?

Since FY 2003, total participation in exemption and waiver programs has increased 62 percent. However, all the growth has occurred in exemption programs. Almost 78,000 more students received exemptions in FY 2008 than in FY 2003. During this period, participation increased mostly in dual enrollment programs, fee exemptions for distance learners, and students receiving exemptions to cover the Texas Tomorrow Fund shortfall.

Meanwhile, overall participation in waiver programs has dropped slightly since FY 2003. Although the number of students receiving optional waivers increased by 55, the number



net loss of 395. Among waiver programs, participation increased most in academic competitive scholarshipbased waivers and in waivers for students from states bordering Texas. The greatest decrease was in waivers for military personnel stationed in Texas, which experienced a decline of more than 2,000. The Coordinating Board has been advised that the decline in this area is primarily due to increased military deployments since 2003 and competition with private and borderstate institutions.

#### How do exemption and waiver programs interact with state provisions related to limitations on formula funding for excess hours or dropped courses?

State statutes exclude course hours from an institution's formula funding calculation if the hours are:

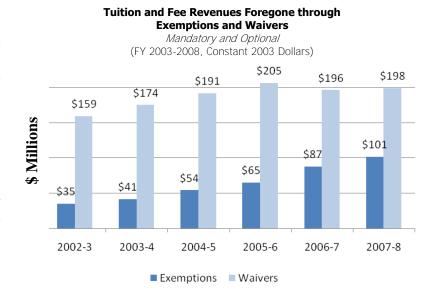
- Generated by undergraduates who have already attempted 30 hours beyond their degree plan (TEC 61.0595);
- Generated by graduates who have already have a total of 100 or more semester credit hours of doctoral work (TEC 61.069); and
- Generated by undergraduates who are repeating a course for the third time (Rider 42, Page III-247, General Appropriations Act).

Additionally, statutes (TEC 54.014) authorize institutions to pass the cost of this lost formula funding on to the students by raising the students' tuition rates to an amount as high as the nonresident rate. However, students exempted from the payment of tuition are exempt from the penalty rates, also. In short, only the institutions and not the students are penalized under these provisions if a tuition exemption/waiver is provided for a student that triggers one of these thresholds.

#### How much institutional revenue is lost because of exemption and waiver programs?

Between FY 2003 and FY 2008 the total value of exemptions and waivers in constant 2003 dollars increased by more than \$105 million. Mandatory exemptions and waivers account for 65

percent of the total increase. Among exemptions, the greatest dollar increases were in programs for community college dual enrolled students, participants in the Texas Fund Tomorrow (for whom the institutions are to exempt difference between the value of the state's pre-paid tuition plan and actual tuition and fee charges) and for fee exemptions for students enrolled in distance learning. The largest dollar increases for waivers were for competitive scholarship recipients, followed by research and teaching assistants.



#### Are all exemption programs similarly structured in statute and applied uniformly?

No. As exemption and waiver programs have been added and amended by the Texas Legislature over many decades, there has been limited uniformity in definition, application, or structure for the programs. A clear example of the lack of uniformity is evident in how the programs are distributed throughout Texas code, to include Texas Education Code Chapter 54 (Tuition and Fees) and Chapter 130 (Junior College Districts), as well as the Texas Government Code, Chapter 615 (Financial Assistance to Survivors of Certain Law Enforcement Officers, Fire Fighters, and Others).

More importantly is the disparity and variation in definitions related to eligibility, benefits, academic requirements and residency. For example, some programs limit the total credit hours that will qualify for exemption (120, 150 or 200). Others authorizes exemptions until such time a degree is awarded, while others have no apparent restriction on total hours once the student initially qualifies for the exemption. In terms of eligibility, some programs require financial need while others include some merit components (such as a recommendation from a high school principal). Some require Texas residency as defined in the Texas Education Code, others are silent on residency. The value of awards varies from a single fee or charge to "all dues, fees, and charges whatsoever." And, the terminology is also varied as some programs refer to exempting "mandatory fees," while others reference only "fees," and still others use the term "tuition fees."

# **Additional Exemption and Waiver Program Data**

## Total Program Costs (Mandatory & Optional), FY 2003 and FY 2008

(Constant 2003 Dollars)

|                           | F          | <b>/ 2003</b> | FY 2008    |               |  |
|---------------------------|------------|---------------|------------|---------------|--|
|                           | Award      | Forgone       | Award      | Forgone       |  |
| Exemptions                | Recipients | Revenue       | Recipients | Revenue       |  |
| Public Universities       | 28,414     | \$16,838,897  | 58,488     | \$58,107,224  |  |
| Public Health Related     | 841        | 633,227       | 2,604      | 1,369,406     |  |
| Public Community Colleges | 46,021     | 16,317,797    | 86,875     | 39,367,164    |  |
| Public State Colleges     | 193        | 264,621       | 6,196      | 1,713,547     |  |
| Public Technical Colleges | 2,287      | 649,881       | 1,586      | 752,305       |  |
| Total - All Institutions  | 77,756     | \$34,704,423  | 155,749    | \$101,309,646 |  |
| Waivers                   |            |               |            |               |  |
| Public Universities       | 33,747     | \$139,719,140 | 33,399     | \$177,151,582 |  |
| Public Health Related     | 1,534      | 8,302,693     | 2,435      | 11,854,198    |  |
| Public Community Colleges | 11,513     | 9,718,031     | 10,534     | 7,444,256     |  |
| Public State Colleges     | 46         | 101,284       | 33         | 52,565        |  |
| Public Technical Colleges | 432        | 1,133,098     | 476        | 1,842,081     |  |
| Total - All Institutions  | 47,272     | \$158,974,246 | 46,877     | \$198,344,682 |  |

Sources: FY 2003 and FY 2008 Integrated Fiscal Reporting System reports

#### Mandatory Program Statistics, FY 2003 and FY 2008

(Constant 2003 Dollars)

|                           | F          | Y 2003        | FY 2008    |               |  |  |
|---------------------------|------------|---------------|------------|---------------|--|--|
|                           | Award      | Forgone       | Award      | Forgone       |  |  |
| Exemptions                | Recipients | Revenue       | Recipients | Revenue       |  |  |
| Public Universities       | 5,942      | \$10,601,802  | 18,646     | \$35,020,231  |  |  |
| Public Health Related     | 226        | 520,079       | 284        | 837,470       |  |  |
| Public Community Colleges | 10,215     | 6,358,876     | 17,098     | 12,779,529    |  |  |
| Public State Colleges     | 182        | 258,927       | 264        | 345,016       |  |  |
| Public Technical Colleges | 384        | 177,000       | 375        | 367,894       |  |  |
| Total - All Institutions  | 16,949     | \$17,916,684  | 36,667     | \$49,350,140  |  |  |
| Waivers                   |            |               |            |               |  |  |
| Public Universities       | 30,460     | \$125,009,378 | 30,463     | \$162,021,304 |  |  |
| Public Health Related     | 1,512      | 8,219,946     | 2,364      | 11,460,929    |  |  |
| Public Community Colleges | 9,295      | 8,878,828     | 7,997      | 6,391,135     |  |  |
| Public State Colleges     | 30         | 69,481        | 21         | 30,955        |  |  |
| Public Technical Colleges | 1          | 4,578         | 3          | 13,232        |  |  |
| Total - All Institutions  | 41,298     | \$142,182,210 | 40,848     | \$179,917,555 |  |  |

Sources: FY 2003 and FY 2008 Integrated Fiscal Reporting System reports.

#### Optional Program Statistics, FY 2003 and 2008

(Constant 2003 Dollars)

|                                 | FY         | 2003         | FY 2008    |              |  |
|---------------------------------|------------|--------------|------------|--------------|--|
|                                 | Award      | Forgone      | Award      | Forgone      |  |
| Exemptions                      | Recipients | Revenue      | Recipients | Revenue      |  |
| Public Universities             | 22,472     | \$6,237,095  | 39,842     | \$23,086,992 |  |
| Public Health Related           | 615        | 113,148      | 2,320      | 531,936      |  |
| Public Community Colleges       | 35,806     | 9,958,921    | 69,777     | 26,587,635   |  |
| Public State Colleges           | 11         | 5,694        | 5,932      | 1,368,531    |  |
| Public Technical Colleges       | 1,903      | 472,881      | 1,211      | 384,411      |  |
| Total - All Institutions        | 60,807     | \$16,787,739 | 119,082    | \$51,959,506 |  |
|                                 |            |              |            |              |  |
| Waivers                         |            |              |            |              |  |
| Public Universities             | 3,287      | \$14,709,762 | 2,936      | \$15,130,278 |  |
| Public Health Related           | 22         | 82,747       | 71         | 393,269      |  |
| Public Community Colleges       | 2,218      | 839,203      | 2,537      | 1,053,121    |  |
| Public State Colleges           | 16         | 31,803       | 12         | 21,610       |  |
| Public Technical Colleges       |            | 1,128,520    | 473        | 1,828,849    |  |
| <b>Total - All Institutions</b> | 5,974      | \$16,792,035 | 6,029      | \$18,427,127 |  |

Sources: FY 2003 and FY 2008 Integrated Fiscal Reporting System reports.

## **Online Resources**

College for All Texans: <a href="www.collegeforalltexans.com">www.collegeforalltexans.com</a>

Exemption Programs: <a href="http://www.collegeforalltexans.com/apps/financialaid/tofa.cfm?Kind=E">http://www.collegeforalltexans.com/apps/financialaid/tofa.cfm?Kind=E</a> Waiver Programs: <a href="http://www.collegeforalltexans.com/apps/financialaid/tofa.cfm?Kind=W">http://www.collegeforalltexans.com/apps/financialaid/tofa.cfm?Kind=E</a>

Appendix C.1
Exemptions, FY 2003-FY 2008

| Program                     | Adopted                          |                        | Children of Disa              |                        | Children of Nurs                   | se Faculty           | Children of POWs and MIAs         |                        |
|-----------------------------|----------------------------------|------------------------|-------------------------------|------------------------|------------------------------------|----------------------|-----------------------------------|------------------------|
|                             |                                  |                        |                               |                        |                                    |                      |                                   |                        |
| Statute                     | 54.21                            | 11                     | 54.204                        |                        | 54.221                             |                      | 54.209                            |                        |
| Туре                        |                                  | ,                      | Mandat                        |                        | Mandat                             |                      | Mandato                           | ,                      |
| Fiscal Year                 | Recipients                       | Total \$               | Recipients                    | Total \$               | Recipients                         | Total \$             | Recipients                        | Total \$               |
| 2002-3<br>2003-4            |                                  | 21,455                 | 152<br>116                    | 273,091<br>290,107     |                                    | 0                    |                                   | 1,075                  |
| 2003-4                      |                                  | 162,915                | 140                           | 359,862                |                                    | 0                    |                                   | 17,127                 |
| 2005-6                      |                                  | 341,766                | 122                           | 432,592                |                                    | 0                    | `                                 | 0                      |
| 2006-7                      |                                  | 528,785                | 118                           | 429,697                |                                    | 154,240              |                                   | 0                      |
| 2007-8                      |                                  | 668,710                |                               | 430,418                |                                    | 159,479              |                                   | 810                    |
|                             |                                  |                        |                               |                        |                                    |                      |                                   |                        |
| % change                    | 1936.36%                         | 3016.85%               |                               | 57.61%                 |                                    | 3.40%                |                                   | -24.65%                |
| # change since first record | 224                              | 647,255                | -13                           | 157,326                | 7                                  | 5,239                | 1                                 | -265                   |
| Program                     | Deaf or Blind                    |                        | Dependents of Public Servants |                        | Designated<br>Tuition<br>Exemption |                      | Disabled Police<br>Officer        |                        |
| Statute                     | 54.20                            | 5                      | TGC 615.                      | .0225                  | 54.0513                            | B(d)                 | 54.204                            | 1                      |
| Туре                        |                                  |                        | Mandat                        | ,                      | Option                             |                      | Option                            |                        |
| Fiscal Year                 | Recipients                       | Total \$               | Recipients                    | Total \$               | Recipients                         | Total \$             | Recipients                        | Total \$               |
| 2002-3                      |                                  | 3,889,285              |                               | 22,173                 |                                    | 146,438              |                                   | 26,576                 |
| 2003-4                      |                                  | 5,013,001              | 65                            | 55,733                 |                                    | 154,115              |                                   | 105,617                |
| 2004-5<br>2005-6            |                                  | 5,989,262              | 167                           | 73,233                 |                                    | 199,100              |                                   | 130,069                |
| 2005-6                      | 3,410<br>3,530                   | 6,455,725<br>7,116,459 | 92<br>198                     | 76,210<br>199,128      |                                    | 187,310<br>2,369,684 | 36<br>39                          | 110,658<br>117,411     |
| 2006-7                      |                                  | 7,116,459              | 180                           | 238,031                | 3,889                              | 2,369,684            |                                   | 117,411                |
| 2007-0                      | 3,347                            | 7,075,074              | 100                           | 230,031                | 3,007                              | 2,010,030            | 37                                | 112,004                |
| % change                    | 21.10%                           | 103.02%                | 2471.43%                      | 973.52%                | 3.57%                              | 1688.24%             | 428.57%                           | 324.76%                |
| # change since first record | 618                              | 4,006,588              | 173                           | 215,858                | 134                                | 2,472,220            |                                   | 86,308                 |
| Program                     | Distance Learn<br>Exemption from |                        | Concurrent Enr                | rollment /             | Dual Enrollment                    | t, Jr.               | Dual<br>Enrollment, All<br>Insts. |                        |
| Statute                     |                                  |                        | 54.011                        |                        | 130.008                            |                      | 54.21                             | 6                      |
| Туре                        |                                  |                        | Mandat                        | tory                   | Option                             |                      | Option                            | al                     |
| Fiscal Year                 | Recipients                       | Total \$               | Recipients                    | Total \$               | Recipients                         | Total \$             | Recipients                        | Total \$               |
| 2002-3                      |                                  | 1,167,806              |                               | 1,551,800              |                                    | 8,927,285            |                                   | 0                      |
| 2003-4                      |                                  | 1,717,157              | 4,215                         | 2,142,084              |                                    |                      |                                   | 429,442                |
| 2004-5                      | .,                               |                        |                               | -,,                    |                                    | 12,150,585           |                                   | 1,132,770              |
| 2005-6<br>2006-7            | 12,645<br>15,534                 | 2,300,276<br>2,966,825 |                               | 3,610,508<br>5,438,056 |                                    |                      |                                   | 1,945,816<br>3,331,626 |
| 2006-7                      |                                  | 3,534,786              |                               | 7,510,280              |                                    |                      | 8,810                             | 7,022,350              |
| 2307-0                      | 25,701                           | 5,557,750              | 0,572                         | 7,010,200              | 02,402                             | 27,001,201           | 3,310                             | ,,022,000              |
| % change                    | 251.02%                          | 202.69%                | 151.64%                       | 383.97%                | 104.86%                            | 233.89%              | 246.71%                           | 1535.23%               |
| # change since first record | 16,949                           | 2,366,980              |                               | 5,958,479              |                                    | 20,879,922           | 8,810                             | 7,022,350              |
| Program                     | Concurrent Enr                   |                        | Dual Enrollmen                |                        | Dual Enrollmen                     |                      | Ex-Prisoners Of \                 |                        |
| Statute                     |                                  |                        | 130.008                       |                        | 54.216                             |                      | 54.219                            |                        |
| Type                        | Mandat<br><b>Recipients</b>      | ory<br>Total \$        | Option<br><b>Recipients</b>   | Total \$               | Option<br><b>Recipients</b>        | Total \$             | Mandato<br>Recipients             | Total \$               |
| Fiscal Year 2002-3          |                                  | 1,551,800              | 30,475                        | 8,927,285              |                                    |                      | ·                                 | 1 <b>Otal \$</b>       |
| 2002-3                      |                                  | 2,142,084              | 30,919                        | 9,991,693              |                                    | 429,442              |                                   | 0                      |
| 2004-5                      |                                  | 3,481,707              | 39,681                        | 12,150,585             |                                    | 1,132,770            |                                   | 0                      |
| 2005-6                      |                                  | 3,610,508              |                               | 15,271,189             |                                    | 1,945,816            |                                   | 0                      |
| 2006-7                      | 10,849                           | 5,438,056              |                               | 22,445,933             |                                    | 3,331,626            | +                                 | 1,123                  |
| 2007-8                      | 8,372                            | 7,510,280              | 62,432                        | 29,807,207             |                                    | 7,022,350            |                                   | 0                      |
|                             |                                  | -                      |                               |                        |                                    |                      |                                   |                        |
| % change                    | 151.64%                          | 383.97%                |                               | 233.89%                |                                    | 1535.23%             |                                   | -100.00%               |
| # change since first record | 5,045                            | 5,958,479              | 31,957                        | 20,879,922             | 8,810                              | 7,022,350            | -1                                | -1,123                 |

Appendix C.1
Exemptions, FY 2003-FY 2008

|   | Concurrent Enr                         | rollment /                            | Dual Enrollmer                        | nt, Jr.                | Dual Enrollmer              | nt, All        | Ex-Prisoners                              |                   |
|---|--|---------------------------------------|---------------------------------------|------------------------|-----------------------------|----------------|---|-------------------|
| Program                                 | Min Tuition                            |                                       | College                               |                        | Insts.                      |                | Of War                                    |                   |
| Statute                                 | 54.011                                 |                                       | 130.008                               |                        | 54.21                       | 6              | 54.219                                    |                   |
|   |  |                                       |                                       |                        |                             |                |   |                   |
| Type<br>Fiscal Year                     | Manda Recipients                       | Total \$                              | Optio<br><b>Recipients</b>            | naı<br><b>Total \$</b> | Option<br><b>Recipients</b> | ai<br>Total \$ | Mandato<br><b>Recipients</b>              | Total \$          |
| 2002-3                                  |  | 1,551,800                             | 30,475                                | 8,927,285              |                             | 10tai \$       | Recipients                                | 1 <b>0tai ş</b>   |
| 2002-3                                  |  | 2,142,084                             | 30,473                                | 9,991,693              |                             | 429,442        | 0   | 0                 |
| 2004-5                                  |  | 3,481,707                             | 39,681                                | 12,150,585             |                             | 1,132,770      | 0   | 0                 |
| 2005-6                                  |  | 3,401,707                             | 41,416                                | 15,271,189             |                             | 1,945,816      | 0   | 0                 |
| 2006-7                                  |  | 5,438,056                             | 54,180                                | 22,445,933             |                             | 3,331,626      | 1   | 1,123             |
| 2007-8                                  |  | 7,510,280                             | 62,463                                | 298,472,389            |                             | 6,982,318      | 0   | 0                 |
|   | 5/5:2                                  | .,,                                   | 52,100                                |                        | 2,                          | 0,100,1010     |   | -                 |
| % change                                | 151.64%                                | 383.97%                               | 104.96%                               | 3243.37%               | 245.49%                     | 1525.90%       | -100.00%                                  | -100.00%          |
| # change since first record             | 5,045                                  | 5,958,479                             | 31,988                                | 289,545,104            | 8,779                       | 6,982,318      | -1  | -1,123            |
| Program                                 | Firefighters tak<br>Science Course     | s                                     | Foster Care/T) Protective Serv        | rices                  | Fully Funded C              |                | Hazlewood<br>Dependents<br>(Credit Hours) |                   |
| Statute                                 |  |                                       | 54.2                                  |                        | 54.21                       |                | 54.203(                                   | ,                 |
| Туре                                    |  |                                       | Manda                                 |                        | Option                      |                | Mandato                                   | ,                 |
| Fiscal Year                             | Recipients                             | Total \$                              | Recipients                            | Total \$               | Recipients                  | Total \$       | Recipients                                | Total \$          |
| 2002-3                                  |  | 495,984<br>504,956                    | 692<br>950                            | 1,068,523<br>1,516,086 |                             | 0              |   | 45,709<br>24,098  |
| 2003-4                                  |  | 659,088                               |                                       | 2,402,494              |                             | 0              | 9   | 4,928             |
| 2004-3                                  |  | 705,086                               |                                       | 2,776,286              |                             | 15,573         | 20  | 28,836            |
| 2006-7                                  |  | 1,106,579                             | · · · · · · · · · · · · · · · · · · · | 3,371,813              |                             | 100,151        | 17  | 18,226            |
| 2007-8                                  |  | 1,394,202                             | 2,030                                 | 4,134,826              |                             | 50,825         | 35  | 54,509            |
| 2007 0                                  | 1,700                                  | 1,071,202                             | 2,000                                 | 1,101,020              | 100                         | 00,020         | 00  | 01,007            |
| % change                                | 35.94%                                 | 181.10%                               | 193.35%                               | 286.97%                | 77.33%                      | 226.37%        | 12.90%                                    | 19.25%            |
| # change since first record             | 451                                    | 898,219                               | 1,338                                 | 3,066,303              | 58                          | 35,252         | 4   | 8,800             |
|   | Hazlewood<br>Dependents<br>(Non-Credit |                                       | Hazlewood<br>Vets (Credit             |                        | Hazlewood<br>Vets (Non-     |                | Highest<br>Ranking HS                     |                   |
| Program                                 | Hours)                                 | ) (I )                                | Hours)                                | 2(-)                   | Credit Hours)               | (.)            | Scholar                                   |                   |
| Statute                                 |  | ` '                                   | 54.20                                 | ` /                    | 54.203                      | ` /            | 54.201                                    |                   |
| Type<br>Fiscal Year                     | Manda Recipients                       | Total \$                              | Manda<br>Recipients                   | Total \$               | Mandate<br>Recipients       | Total \$       | Optiona<br><b>Recipients</b>              | Total \$          |
| 2002-3                                  | · · · · · · · · · · · · · · · · · · ·  | 1 <b>0tai ş</b>                       | · · · · · · · · · · · · · · · · · · · | 10,570,118             |                             | 10tai \$       | 1,008                                     | 2,017,144         |
| 2002-3                                  |  | 0                                     |                                       | 12,974,952             |                             | 0              |   | 2,492,342         |
| 2003-4                                  |  |                                       |                                       |                        |                             |                |   | 3,007,586         |
| 2005-6                                  |  | 0                                     |                                       | 16,852,836             |                             | 0              |   | 4,214,337         |
| 2006-7                                  |  | 0                                     |                                       | 19,633,735             |                             | 0              |   | 4,612,080         |
| 2007-8                                  |  | 1,670                                 |                                       | 21,814,203             |                             | 313,062        | 1,068                                     | 4,999,269         |
|   |  |                                       |                                       |                        |                             |                |   |                   |
| % change                                | n/a                                    | n/a                                   | 8.77%                                 | 106.38%                |                             | n/a            | 5.95%                                     | 147.84%           |
| # change since first record             | 3                                      | 1,670                                 | 750                                   | 11,244,085             | 288                         | 313,062        | 60  | 2,982,125         |
| Program                                 | Irrelevant<br>Fees<br>Exemption        |                                       | National<br>Guard Waiver<br>(FY08)    |                        | Osteopathic                 | ladicina       | Out-of-District                           |                   |
| Statute                                 | •                                      | 5(a)                                  | 54.2                                  | 55                     | Manipulative M<br>54.5035   |                | 130.003                                   | 12                |
| Туре                                    |  |                                       | Mandatory                             |                        | Optional Optional           |                | Optional                                  |                   |
| Fiscal Year                             | Recipients                             | Total \$                              | Recipients                            | Total \$               | Recipients                  | Total \$       | Recipients                                | Total \$          |
| 2002-3                                  | -                                      | 3,065,238                             | _                                     | 0                      | · -                         | 0              | 876                                       | 422,814           |
| 2003-4                                  |  | 3,008,375                             |                                       | 0                      |                             | 0              |   | 928,785           |
| 2004-5                                  |  | 3,129,033                             | 0                                     | 0                      | 0                           | 0              | 608                                       | 339,094           |
| 2005-6                                  |  | 4,335,256                             |                                       | 0                      | 0                           | 0              | 688                                       | 351,330           |
| 2006-7                                  | 12,574                                 | 9,818,294                             |                                       | 5,049                  |                             | 0              | 761                                       | 442,416           |
| 2007-8                                  | 13,389                                 | 11,539,295                            | 7                                     | 4,230                  | 16                          | 98,936         | 617                                       | 396,309           |
|   |  | · · · · · · · · · · · · · · · · · · · | 1                                     |                        | 1                           |                | 1   |                   |
|   |  |                                       |                                       |                        |                             |                |   |                   |
| % change<br># change since first record | 11.84%<br>1,417                        | 276.46%<br>8,474,057                  | n/a<br>0                              | -16.22%<br>-819        |                             | n/a<br>98,936  | -29.57%<br>-259                           | -6.27%<br>-26,505 |

# **Appendix C.1**

Exemptions, FY 2003-FY 2008

| Program                     |   |           | Presidential Educational<br>Scholarship |          | Prorated Fees 1                      | for Term | Senior Citizen Lowered<br>Tuition 55 +    |            |  |
|-----------------------------|---|-----------|---|----------|--------------------------------------|----------|---|------------|--|
|                             |   |           | 54.5035(b)                              |          |                                      |          |   |            |  |
| Statute                     | 54.22                                     | 2         |   |          | 54.502                               | 25       | 54.01                                     | 13         |  |
| Туре                        | Mandat                                    | Mandatory |   | Optional |                                      | Optional |   | Optional   |  |
| Fiscal Year                 | Recipients                                | Total \$  | Recipients                              | Total \$ | Recipients                           | Total \$ | Recipients                                | Total \$   |  |
| 2002-3                      | 0   | 0         |   | 0        | 0                                    | 0        | 1,101                                     | 142,144    |  |
| 2003-4                      | 0   | 0         | 0                                       | 0        | 0                                    | 0        |   | 146,924    |  |
| 2004-5                      | 0   | 0         | 0                                       | 0        | 0                                    | 0        | 833                                       | 160,371    |  |
| 2005-6                      | 0   | 0         | 0                                       | 0        | 0                                    | 0        | 838                                       | 151,228    |  |
| 2006-7                      | 88  | 44,911    | 0                                       | 0        | 0                                    | 0        | 761                                       | 136,413    |  |
| 2007-8                      | 136                                       | 77,759    | 41                                      | 10,655   | 0                                    | 0        | 793                                       | 219,640    |  |
| % change                    | 54.55%                                    | 73.14%    | n/a                                     | n/a      | n/a                                  | n/a      | -27.97%                                   | 54.52%     |  |
| # change since first record | 136                                       | 77,759    | 41                                      | 10,655   | 0                                    | 0        | -308                                      | 77,496     |  |
| Program                     | Senior Citizen<br>65 + for<br>Audit Hours |           | Senior Citizen<br>65+ for <= 6<br>SCH   |          | Student<br>Services Fee<br>Exemption |          | Texas<br>Tomorrow<br>Fund / Pub.<br>Univ. |            |  |
| Statute                     | 54.210                                    | (b)       | 54.210(                                 | c)       | 54.503                               | (e)      | 54.62                                     | 24         |  |
| Туре                        | Option                                    | ıal       | Optiona                                 |          | Option                               | al       | Manda                                     | tory       |  |
| Fiscal Year                 | Recipients                                | Total \$  | Recipients                              | Total \$ | Recipients                           | Total \$ | Recipients                                | Total \$   |  |
| 2002-3                      | 266                                       | 106,888   | 3,634                                   | 571,883  | 695                                  | 178,352  | 0   | (          |  |
| 2003-4                      | 165                                       | 98,824    | 3,122                                   | 538,544  | 701                                  | 135,036  | 0   | (          |  |
| 2004-5                      | 164                                       | 107,869   | 2,582                                   | 562,152  | 632                                  | 374,912  | 5,589                                     | 6,518,802  |  |
| 2005-6                      | 147                                       | 105,621   | 2,403                                   | 480,690  | 534                                  | 361,762  | 8,464                                     | 10,328,874 |  |
| 2006-7                      | 221                                       | 180,899   | 3,299                                   | 753,956  | 402                                  | 200,504  |   | 12,988,773 |  |
| 2007-8                      | 174                                       | 155,294   | 3,422                                   | 751,481  | 405                                  | 276,394  | 10,606                                    | 13,871,412 |  |
| % change                    | -34.59%                                   | 45.29%    | -5.83%                                  | 31.40%   | -41.73%                              | 54.97%   | 89.77%                                    | 112.79%    |  |
| # change since first record | -92                                       | 48,406    | -212                                    | 179,598  | -290                                 | 98,042   | 5,017                                     | 7,352,610  |  |
| Program                     | Three Peat<br>Fee                         |           | Tuition Reduction for >= 15 Hours       |          |                                      |          |   |            |  |
| Statute                     |   | ` '       | 54.010                                  |          |                                      |          |   |            |  |
| Туре                        |   |           | Optiona                                 |          |                                      |          |   |            |  |
| Fiscal Year                 | Recipients                                | Total \$  | Recipients                              | Total \$ |                                      |          |   |            |  |
| 2002-3                      | 0   | 0         | 266                                     | 15,171   |                                      |          |   |            |  |

375

581

632

-266

-100.00%

40,584

65,799

154,836

-100.00%

-15,171

0

2003-4

2004-5

2005-6

2006-7 2007-8

% change

# change since first record

0

0

0

16

155

155

868.75%

0

0

0

6,200

72,325

72,325

1066.53%