

## SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE STATEMENT OF ESTIMATED FISCAL IMPACT

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S. 0241 Introduced on January 12, 2021 **Bill Number:** 

Author: Young

Subject: Military Tuition Rates

House Education and Public Works Requestor:

RFA Analyst(s): A. Martin Impact Date: April 9, 2021

## **Fiscal Impact Summary**

This bill will remove the three-year window in which a veteran or their dependent must enroll at a public institution of higher learning (IHL) in or to be eligible for in-state tuition rates. While this bill has the potential to decrease Other Funds revenue for IHLs, the State Board for Technical and Comprehensive Education (SBTCE) feels that the impact on the technical schools would be minimal. The Commission on Higher Education (CHE) has surveyed the public IHLs to determine the impact this bill would have on their Other Funds revenue but has received no response.

## **Explanation of Fiscal Impact**

**Introduced on January 12, 2021 State Expenditure** N/A

## **State Revenue**

Currently, a veteran who serves 90 days or longer on active duty in the Uniformed Service of the United States, their respective Reserve forces, or the National Guard and is receiving educational assistance under the Post-9/11 GI Bill, the Montgomery GI Bill, or the Vocational Rehabilitation and Employment Program (VR&E), is eligible for the in-state tuition rate at a public IHL if they enroll within three years of discharge and they live in South Carolina while enrolled at the institution. In addition, dependents of a qualifying veteran may also be eligible for in-state tuition rates. In order for a covered individual to remain eligible for in-state tuition rates, they must be continuously enrolled in a public IHL.

This bill will remove the three-year window in which a veteran or their dependent must enroll at an IHL in order to be eligible for in-state tuition rates. However, federal law puts some limits on the time veterans may qualify for federal assistance, which would, in turn, affect their eligibility for this benefit at the state level. Generally, veterans are eligible to receive education benefits under the Montgomery GI bill for up to ten years after discharge. Veterans receiving education benefits under the VR&E program generally remain eligible for twelve years. Qualifying veterans who were discharged before January 1, 2013 generally remain eligible for education

benefits under the Post-9/11 GI Bill for fifteen years. Eligibility for the Post-9/11 GI Bill education benefits does not expire for qualifying veterans discharged after January 1, 2013.

By removing the three-year eligibility window, this bill may allow additional individuals to qualify for in-state tuition rates. This may have a negative impact on Other Funds revenue for public IHLs. SBTCE feels that the impact on the technical schools would be minimal. CHE has surveyed the public IHLs to determine the impact this bill would have on their Other Funds revenue. To date, CHE has received no response. This fiscal impact statement will be updated upon receipt of additional information.

**Local Expenditure** 

N/A

**Local Revenue** 

N/A

Frank A. Rainwater, Executive Director