Competitive Scholarship Waiver
Fact Sheet

Fact Sheets highlight specific requirements in the Texas Education Code (TEC) and Texas Administrative Code (TAC) to assist institutions with the administration of programs.

Purpose
To allow a nonresident student who receives a qualifying competitive scholarship to enroll and pay the Texas resident tuition and fee rate at a participating public institution in the state of Texas.

Eligible Student
A nonresident student who:
• Receives a competitive scholarship from a Texas public institution of higher education for the academic year or term of enrollment
• Confirms Selective Service registration or exemption from the requirement

Competitive Scholarship Requirements
To qualify, a scholarship must meet the following requirements:
• Be at least $1,000 (multiple scholarships cannot be combined to meet this minimum; the individual scholarship must be $1,000 or higher)
• Be awarded by an authorized scholarship committee
• Be any scholarship, including athletic, with publicly available criteria published in advance of application requirements and deadlines
• Institution must control the selection and funding process
• Permit awards to both resident and nonresident students

Eligible Courses
Any course for which an institution receives formula funding is eligible (TEC, Title 3, Section 54.2002), even if the course is not included in the student’s program of study. To determine which courses are formula funded, contact the Registrar or Data Reporting Official.

Eligible Institution
This waiver program is limited to Texas public institutions that choose to participate.

Award Amount
An eligible student will pay the Texas resident tuition and fee rate during the semester or term covered by the competitive scholarship, not to exceed a 12-month period.

There is no automatic renewal or continuation of the waiver. The student can receive the waiver in future semesters if another competitive scholarship is granted.

The number of these waivers must not exceed five percent of the total number of students registered at the institution for the same semester of the preceding academic year.

Understanding the FACTS
- Public institutions are not required to participate.
- Students are not required to demonstrate financial need to qualify for this waiver program.
- Students can receive the waiver while attempting any program of study offered at an eligible institution (i.e., undergraduate, graduate, or doctoral degree).
- Students can keep their waiver even if they lose the competitive scholarship for the applicable semester but cannot receive it starting the following semester.
- Students do not need to meet the institution’s grade point average (GPA) to receive this waiver.
- Students are not impacted by the excess hours’ limitation found under TEC, Title 3, Section 54.2001(b).

Scholarship Committee
An authorized scholarship committee must be officially recognized in writing by the institution’s administration to grant scholarships. The scholarship cannot be awarded by an external organization that controls the selection and funding process, such as a fraternity or a booster club.

Understanding the PROCESS
Application Process
1. Student applies for the competitive scholarship through the institution.
2. Designated committee chooses the recipients.
3. Student is awarded the competitive scholarship.
4. Institution determines how the waiver is applied to the student’s account.

Resources
TEC, Title 3, Section 54.213
TAC, Title 19, Chapter 21, Subchapter SS, Section 21.2263
TEC, Title 3, Section 54.2001(g)
TEC, Title 3, Section 51.9095