By the Committee on Colleges & Universities and Representatives Casey, Rojas, Diaz de la Portilla, Ritter, Betancourt, Rayson, Goode, Ball and Bradley

1 A bill to be entitled 2 An act relating to postsecondary education; amending s. 228.041, F.S.; revising definitions 3 4 relating to postsecondary education fees; directing that changes in terminology be made 5 6 in the Florida Statutes; amending s. 240.209, 7 F.S.; revising provisions relating to the 8 financial aid fee; amending s. 240.235, F.S.; 9 authorizing a university technology fee with 10 certain requirements; providing for a 11 technology fee committee; amending s. 240.35, 12 F.S.; authorizing a community college 13 technology fee with certain requirements; providing for a technology fee committee; 14 15 amending s. 240.551, F.S.; authorizing advance 16 payment contracts to cover required local fees to a specified level; providing an effective 17 18 date. 19 20 Be It Enacted by the Legislature of the State of Florida: 21 Section 1. Subsections (32) and (33) of section 22 23 228.041, Florida Statutes, 1996 Supplement, are amended to 24 read: 228.041 Definitions.--Specific definitions shall be as 25 26 follows, and wherever such defined words or terms are used in 27 the Florida School Code, they shall be used as follows: 28 TUITION MATRICULATION FEE. -- The basic fee charged 29 to a student for instruction provided by a public 30 postsecondary educational institution in this state. A charge

(33) <u>NONRESIDENT</u> TUITION.--The additional fee for instruction provided by a public postsecondary educational institution in this state, which fee is charged to a non-Florida student as defined in rules of the State Board of Education, the State Board of Community Colleges, or the Board of Regents. A charge for any other purpose shall not be included within this fee.

Section 2. In editing manuscript for the next edition of the official Florida Statutes, the Division of Statutory

Revision of the Joint Legislative Management Committee, in furtherance of the intent of this act and unless the context indicates otherwise, shall revise the following terminology wherever it appears in statute: "matriculation" shall become "tuition" and "tuition" shall become "nonresident tuition."

Section 3. Paragraph (e) of subsection (3) of section 240.209, Florida Statutes, 1996 Supplement, is amended to read:

240.209 Board of Regents; powers and duties .--

- (3) The board shall:
- (e) Establish student fees.
- 1. By no later than December 1 of each year, the board shall raise the systemwide standard for resident undergraduate tuition matriculation and financial aid fees for the subsequent fall term, up to but no more than 25 percent of the prior year's cost of undergraduate programs. In implementing this paragraph, fees charged for graduate, medical, veterinary, and dental programs may be increased by the Board of Regents in the same percentage as the increase in fees for resident undergraduates. However, in the absence of legislative action to the contrary in an appropriations act, the board may not approve annual fee increases for resident

nonresident tuition fees for nonresident students nonresident to defray the full cost of undergraduate education. Graduate, medical, veterinary, and dental fees charged to nonresidents may be increased by the board in the same percentage as the increase in fees for nonresident undergraduates. However, in implementing this policy and in the absence of legislative action to the contrary in an appropriations act, annual fee increases for nonresident students may not exceed 25 percent. In the absence of legislative action to the contrary in the General Appropriations Act, the fees shall go into effect for the following fall term.

- 2. When the appropriations act requires a new fee schedule, the board shall establish a systemwide standard fee schedule required to produce the total fee revenue established in the appropriations act based on the product of the assigned enrollment and the fee schedule. The board may approve the expenditure of any fee revenues resulting from the product of the fee schedule adopted pursuant to this section and the assigned enrollment.
- Appropriations Act to spend revenue raised pursuant to this section, the board shall approve a university request to implement a <u>tuition and nonresident matriculation and out-of-state</u> tuition fee schedule which is calculated to generate revenue which varies no more than 10 percent from the standard fee revenues authorized through an appropriations act. In implementing an alternative fee schedule, the increase in cost to a student taking 15 hours in one term shall be limited to 5 percent. <u>Tuition and nonresident Matriculation</u>

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and out-of-state tuition fee revenues generated as a result of this provision are to be expended for implementing a plan for achieving accountability goals adopted pursuant to s. 240.214(2) and for implementing a Board of Regents-approved plan to contain student costs by reducing the time necessary for graduation without reducing the quality of instruction. The plans shall be recommended by a universitywide committee, at least one-half of whom are students appointed by the student body president. A chairperson, appointed jointly by the university president and the student body president, shall vote only in the case of a tie.

- The board is authorized to collect for financial aid purposes an amount not to exceed 5 percent of the student tuition fee, nonresident tuition fee, building fee, capital improvement trust fund fee, activity and service fee, health fee, athletic fee, and technology and matriculation fee per credit hour. The revenues from fees are to remain at each campus and replace existing financial aid fees. Such funds shall be disbursed to students as quickly as possible. The board shall specify specific limits on the percent of the fees collected in a fiscal year which may be carried forward unexpended to the following fiscal year. A minimum of  $70 \, 50$ percent of funds from the student financial aid fee shall be used to provide financial aid based on absolute need. A student who has received an award prior to July 1, 1984, shall have his or her eligibility assessed on the same criteria that was used at the time of his or her original award.
- 5. The board may recommend to the Legislature an appropriate systemwide standard <u>tuition and nonresident</u> <u>matriculation and</u> tuition fee schedule.

6. The Education and General Student and Other Fees
Trust Fund is hereby created, to be administered by the
Department of Education. Funds shall be credited to the trust
fund from student fee collections and other miscellaneous fees
and receipts. The purpose of the trust fund is to support the
instruction and research missions of the State University
System. Notwithstanding the provisions of s. 216.301, and
pursuant to s. 216.351, any balance in the trust fund at the
end of any fiscal year shall remain in the trust fund and
shall be available for carrying out the purposes of the trust
fund.

Section 4. Subsection (1) of section 240.235, Florida Statutes, is amended to read:

240.235 Fees.--

- (1) Each university is authorized to establish separate activity and service, health, and athletic, and technology fees. When duly established, the fees shall be collected as component parts of the registration and tuition fees and shall be retained by the university and paid into the separate activity and service, health, and athletic, and technology funds.
- (a)1. Each university president shall establish a student activity and service fee on the main campus of the university. The university president may also establish a student activity and service fee on any branch campus or center. Any subsequent increase in the activity and service fee must be recommended by an activity and service fee committee, at least one-half of whom are students appointed by the student body president. The remainder of the committee shall be appointed by the university president. A chairperson, appointed jointly by the university president and

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the student body president, shall vote only in the case of a tie. The recommendations of the committee shall take effect only after approval by the university president, after consultation with the student body president, with final approval by the Board of Regents. An increase in the activity and service fee may occur only once each fiscal year and must be implemented beginning with the fall term. The Board of Regents is responsible for promulgating the rules and timetables necessary to implement this fee.

The student activity and service fees shall be expended for lawful purposes to benefit the student body in general. This shall include, but shall not be limited to, operation of student recreational and union facilities, student publications and grants to duly recognized student organizations, the membership of which is open to all students at the university without regard to race, sex, or religion. The fund may not benefit activities for which an admission fee is charged to students, except for student-government-association-sponsored concerts. allocation and expenditure of the fund shall be determined by the student government association of the university, except that the president of the university may veto any line item or portion thereof within the budget when submitted by the student government association legislative body. university president shall have 15 school days from the date of presentation of the budget to act on the allocation and expenditure recommendations, which shall be deemed approved if no action is taken within the 15 school days. If any line item or portion thereof within the budget is vetoed, the student government association legislative body shall within 15 school days make new budget recommendations for expenditure of the

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vetoed portion of the fund. If the university president vetoes any line item or portion thereof within the new budget revisions, the university president may reallocate by line item that vetoed portion <u>first</u> to <u>any</u> bond obligations guaranteed by activity and service fees <u>and then to</u> preexisting contractual and employment obligations to student <u>union facilities</u>. Unexpended funds and undisbursed funds remaining at the end of a fiscal year shall be carried over and remain in the student activity and service fund and be available for allocation and expenditure during the next fiscal year.

- (b) Each university president shall establish a student health fee on the main campus of the university. university president may also establish a student health fee on any branch campus or center. Any subsequent increase in the health fee must be recommended by a health committee, at least one-half of whom are students appointed by the student body president. The remainder of the committee shall be appointed by the university president. A chairperson, appointed jointly by the university president and the student body president, shall vote only in the case of a tie. The recommendations of the committee shall take effect only after approval by the university president, after consultation with the student body president, with final approval by the Board of Regents. An increase in the health fee may occur only once each fiscal year and must be implemented beginning with the fall term. The Board of Regents is responsible for promulgating the rules and timetables necessary to implement this fee.
- (c) Each university president shall establish a separate athletic fee on the main campus of the university. The university president may also establish a separate

athletic fee on any branch campus or center. The initial aggregate athletic fee at each university shall be equal to, but may be no greater than, the 1982-1983 per-credit-hour 3 activity and service fee contributed to intercollegiate 4 athletics, including women's athletics, as provided by s. 5 6 240.533. Concurrently with the establishment of the athletic 7 fee, the activity and service fee shall experience a one-time 8 reduction equal to the initial aggregate athletic fee. Any 9 subsequent increase in the athletic fee must be recommended by an athletic fee committee, at least one-half of whom are 10 students appointed by the student body president. The 11 remainder of the committee shall be appointed by the 12 13 university president. A chairperson, appointed jointly by the 14 university president and the student body president, shall 15 vote only in the case of a tie. The recommendations of the committee shall take effect only after approval by the 16 17 university president, after consultation with the student body 18 president, with final approval by the Board of Regents. 19 increase in the athletic fee may occur only once each fiscal year and must be implemented beginning with the fall term. The 20 Board of Regents is responsible for promulgating the rules and 21 22 timetables necessary to implement this fee.

(d) Each university president may establish a technology fee not to exceed \$50 for a full-time student per term or the per-credit-hour equivalent. Proceeds from the fee shall be expended for resources and direct services for student technology services. The use of revenues from the technology fee, and any subsequent increases in the fee amount, must be pursuant to a plan recommended by a university technology fee committee. At least one-half of the members of the committee must be students appointed by the student body

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president who shall ensure adequate representation of both undergraduate and graduate students on the committee. A chair appointed jointly by the university president and the student body president shall vote only in the case of a tie. The recommendations of the committee shall take effect only after approval of the university president following consultation with the student body president and shall be available for public review for 30 days before final approval by the Board of Regents. An increase in the university technology fee may occur only once each fiscal year and must be implemented with the fall term.

Section 5. Subsection (14) of section 240.35, Florida Statutes, 1996 Supplement, is renumbered as subsection (15), and a new subsection (14) is added to said section to read:

240.35 Student fees.--Unless otherwise provided, the provisions of this section apply only to fees charged for college credit instruction.

may establish a separate fee for technology enhancements not to exceed 10 percent of the tuition fee. The technology enhancement fee shall be collected as a component part of the registration and tuition fees and may apply to both college credit and vocational credit instruction. Proceeds from the fee shall be expended for resources and direct services for student technology services. The use of revenues from the technology fee, and any subsequent increases in the fee amount, must be pursuant to a plan recommended by a community college technology fee committee. At least one-half of the members of the committee must be students appointed by the student government association. A chair appointed jointly by the community college president and the student government

association shall vote only in the case of a tie. The recommendations of the committee shall take effect only after approval of the community college president following consultation with the student government association and shall be available for public review for 30 days before final approval by the board of trustees. An increase in the community college technology fee may occur only once each fiscal year and must be implemented with the fall term.

Section 6. Paragraphs (a) and (b) of subsection (7) of section 240.551, Florida Statutes, 1996 Supplement, are amended to read:

240.551 Florida Prepaid Postsecondary Education Expense Program.--

- (7) At a minimum, the board shall make advance payment contracts available for three independent plans to be known as the community college plan, the university plan, and the dormitory residence plan, respectively.
- payment contract shall provide prepaid registration fees for a specified number of undergraduate semester credit hours not to exceed the average number of hours required for the conference of an associate degree. The cost of participation in the community college plan shall be based primarily on the average current and projected registration fees within the State Community College System and the number of years expected to elapse between the purchase of the plan on behalf of a qualified beneficiary and the exercise of the benefits provided in the plan by such beneficiary. Effective July 1, 1997, the board may provide advance payment contracts for activity and service fees in conjunction with or in addition to advance payment contracts for registration fees. The cost

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primarily on the average current and projected activity and service fees within the State Community College System and the number of years expected to elapse between the purchase of the plan on behalf of a qualified beneficiary and the exercise of the benefits provided in the plan by such beneficiary.

Qualified beneficiaries shall bear the cost of any laboratory fees associated with enrollment in specific courses. Each qualified beneficiary shall be classified as a resident for tuition purposes pursuant to s. 240.1201 regardless of his or her actual legal residence.

(b) Through the university plan, the advance payment contract shall provide prepaid registration fees for a specified number of undergraduate semester credit hours not to exceed the average number of hours required for the conference of a baccalaureate degree. The cost of participation in the university plan shall be based primarily on the current and projected registration fees within the State University System and the number of years expected to elapse between the purchase of the plan on behalf of a qualified beneficiary and the exercise of the benefits provided in the plan by such beneficiary. Effective July 1, 1997, the board may provide advance payment contracts for activity and service, health, and athletic fees in conjunction with or in addition to advance payment contracts for registration fees. The cost of purchasing activity and service, health, and athletic fees shall be based primarily on the average current and projected cost of these fees within the State University System and the number of years expected to elapse between the purchase of the plan on behalf of a qualified beneficiary and the exercise of the benefits provided in the plan by such beneficiary.

However, the maximum coverage of these fees shall not exceed 45 percent of tuition. Qualified beneficiaries shall bear the cost of any laboratory fees associated with enrollment in specific courses. In the event that a qualified beneficiary fails to be admitted to a state university or chooses to attend a community college, the qualified beneficiary may convert the average number of semester credit hours required for the conference of an associate degree from a university plan to a community college plan and may retain the remaining semester credit hours in the university plan or may request a refund for prepaid credit hours in excess of the average number of semester credit hours required for the conference of an associate degree pursuant to subparagraph (6)(a)7. qualified beneficiary shall be classified as a resident for tuition purposes pursuant to s. 240.1201 regardless of his or her actual legal residence.

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Section 7. This act shall take effect upon becoming a

## HOUSE SUMMARY

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With respect to postsecondary education student fees, revises definitions, revises provisions relating to university financial aid fees, authorizes university and community college technology fees, and authorizes advance payment contracts for specified fees under the Florida Prepaid Postsecondary Education Expense Program.

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