A bill to be entitled

An act relating to state university student fees; creating s. 1009.245, F.S.; authorizing the establishment of an academic enhancement fee at the University of Florida to support the academic enhancement pilot program approved by the Board of Governors of the State University System; providing guidelines for the fee; providing exceptions; providing for use of proceeds; requiring grant aid or waivers for certain students; providing restrictions with respect to coverage by certain scholarships; requiring an annual report; amending s. 1009.98, F.S.; authorizing the Florida Prepaid College Board to provide advance payment contracts for the academic enhancement fee; providing exemption from payment of the fee; providing an effective date.

Be It Enacted by the Legislature of the State of Florida:

Section 1. Section 1009.245, Florida Statutes, is created to read:

1009.245 University of Florida Academic Enhancement Pilot Program.--

(1) The University of Florida Board of Trustees is authorized to establish an academic enhancement fee to support the academic enhancement pilot program approved by the Board of Governors to improve the quality of education provided to undergraduate students at the University of Florida. The fee may be implemented beginning Fall 2008.

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CODING: Words stricken are deletions; words underlined are additions.

(a) Except as otherwise provided in this section and notwithstanding any other provision of law to the contrary, the sum of the activity and service, health, and athletic fees authorized pursuant to s. 1009.24 and the academic enhancement fee authorized pursuant to this section shall not exceed 40 percent of the undergraduate tuition established in law or in the General Appropriations Act. Annual increases in the aggregate sum of the activity and service, health, athletic, and academic enhancement fees are not subject to the 5 percent cap imposed by s. 1009.24. The provisions of this paragraph shall not apply to new undergraduate students who enter the University of Florida in Fall 2012 or thereafter.

- (b) Except as otherwise provided in this section, the academic enhancement fee may be assessed to any student who registers for an undergraduate course.
- (c) An increase in the academic enhancement fee may occur only once each fiscal year and must be implemented beginning with the fall term.
- (d) Effective with new undergraduate students entering the University of Florida in Fall 2012 and thereafter, the academic enhancement fee may not exceed \$500 per semester or \$1,000 per year, whichever is less.
- (e) The proceeds from the academic enhancement fee authorized by this section shall be used to hire additional tenure-track faculty and academic counselors to serve undergraduate students, improve the undergraduate student-faculty ratio, reduce the class size in undergraduate courses, and offer more high-demand undergraduate courses.

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(2) Except as otherwise provided in this section, the University of Florida shall provide grant aid or a waiver from the academic enhancement fee authorized by this section for:

- (a) Any student who demonstrates financial need by completing the Free Application for Federal Student Aid unless the fee would otherwise be covered by the Florida Bright Futures Scholarship Program pursuant to the provisions of this section.

 A student is not required to receive a Pell Grant to be eligible for the grant aid or waiver required by this paragraph.
- (b) That portion of the academic enhancement fee not covered by the Florida Bright Futures Scholarship Program for any student who receives a Florida Medallion Scholars award or a Florida Gold Seal Vocational Scholars award if the student entered the University of Florida prior to Fall 2012 and is the beneficiary of an advance payment contract issued pursuant to s. 1009.98 and entered into prior to July 1, 2007.
- (c) Any student who is the beneficiary of an advance payment contract issued pursuant to s. 1009.98 and entered into prior to July 1, 2007, if the student entered the University of Florida prior to Fall 2012 and is not eligible to receive an award from the Florida Bright Futures Scholarship Program.
- (d) Any student who enters the University of Florida in Fall 2012 or thereafter and is the beneficiary of an advance payment contract issued pursuant to s. 1009.98 and entered into prior to July 1, 2007.
- (3) Effective with new undergraduate students entering the University of Florida in Fall 2012 and thereafter, and notwithstanding any other provision of law to the contrary, the

academic enhancement fee authorized by this section is not covered by the Florida Bright Futures Scholarship Program established pursuant to ss. 1009.53-1009.536.

- (4) The University of Florida shall report annually by

 December 1 to the Board of Governors, the Executive Office of
 the Governor, the President of the Senate, and the Speaker of
 the House of Representatives on the revenues collected pursuant
 to this section, the number of students paying the fee, the
 number of students for whom grant aid was provided or the fee
 was waived, the number of new faculty hired from fee revenues,
 the number of new academic counselors hired from fee revenues,
 improvements in the student-faculty ratio, improvements in
 undergraduate class size, increases in the number of
 undergraduate course offerings, improvements in retention rates,
 and improvements in graduation rates.
- Section 2. Paragraph (b) of subsection (2) and subsection (7) of section 1009.98, Florida Statutes, are amended to read:
 1009.98 Stanley G. Tate Florida Prepaid College Program.--
- (2) PREPAID COLLEGE PLANS.--At a minimum, the board shall make advance payment contracts available for two independent plans to be known as the community college plan and the university plan. The board may also make advance payment contracts available for a dormitory residence plan. The board may restrict the number of participants in the community college plan, university plan, and dormitory residence plan, respectively. However, any person denied participation solely on the basis of such restriction shall be granted priority for participation during the succeeding year.

(b)1. 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. 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. 1009.21, regardless of his or her actual legal residence.

- 2. Effective July 1, 1998, the board may provide advance payment contracts for additional fees delineated in s. 1009.24(8)-(11), 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, in conjunction with advance payment contracts for registration fees. Such contracts shall provide prepaid coverage for the sum of such fees, to a maximum of 45 percent of the cost of registration fees. University plan contracts purchased prior to July 1, 1998, shall be limited to the payment of registration fees as defined in s. 1009.97.
- 3. Effective July 1, 2007, the board may provide advance payment contracts for the academic enhancement fee authorized in s. 1009.245, 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, in conjunction with advance payment contracts for registration fees.
 - (7) OBLIGATIONS OF BOARD.--

(a) The state shall agree to meet the obligations of the
board to qualified beneficiaries if moneys in the fund fail to
offset the obligations of the board. The Legislature shall
appropriate to the Florida Prepaid College Trust Fund the amount
necessary to meet the obligations of the board to qualified
beneficiaries.

- (b) Notwithstanding any other provision of law to the contrary, the Florida Prepaid College Board and the Florida Prepaid College Trust Fund are exempt from all payment of the fee assessed pursuant to s. 1009.245 on behalf of all contract beneficiaries except those with advance payment contracts provided by the Florida Prepaid College Board for the fee authorized pursuant to s. 1009.245.
 - Section 3. This act shall take effect July 1, 2007.