Florida Senate - 2008

By Senator Villalobos

38-03798-08

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1	A bill to be entitled
2	An act relating to postsecondary student fees; amending s.
3	1009.22, F.S., relating to workforce education
4	postsecondary student fees; revising provisions to
5	restrict applicability to students who are reported for
6	funding in school districts; deleting applicability to
7	community college student fees and use thereof; deleting
8	provisions relating to use of certain fees; amending s.
9	1009.23, F.S., relating to community college student fees;
10	providing for application to certain students; providing
11	standard resident tuition for programs leading to a career
12	certificate or applied technology diploma and for adult
13	general education programs and conforming provisions
14	relating to tuition and fee increases; encouraging
15	consideration of student fee policies; providing elements
16	of such policies; revising provisions relating to
17	establishment and designation of tuition and fees by
18	community college boards of trustees; authorizing an
19	increase in the amount of fees collected for financial aid
20	purposes; increasing the amount of financial aid fees that
21	may be used to assist students who meet specified
22	criteria; providing requirements for determining fees for
23	continuing workforce education; deleting provisions
24	authorizing a separate fee for technology and use thereof;
25	deleting requirements for State Board of Education
26	rulemaking relating to the cost of educational programs
27	paid by students; amending s. 1009.25, F.S., relating to
28	fee exemptions; revising limitations on student fee
29	exemptions that may be granted by community college boards
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30	of trustees; amending s. 1001.64, F.S.; conforming cross-
31	references; providing an effective date.
32	
33	Be It Enacted by the Legislature of the State of Florida:
34	
35	Section 1. Section 1009.22, Florida Statutes, as amended by
36	chapter 2007-329, Laws of Florida, is amended to read:
37	1009.22 Workforce education postsecondary student fees
38	(1) This section applies to students enrolled in workforce
39	education programs who are reported for funding in school
40	districts, except that college credit fees for the community
41	colleges are governed by s. 1009.23.
42	(2) All students shall be charged fees except students who
43	are exempt from fees or students whose fees are waived.
44	(3)(a) Except as otherwise provided by law, fees for
45	students who are nonresidents for tuition purposes must offset
46	the full cost of instruction. Fee-nonexempt students enrolled in
47	vocational-preparatory instruction shall be charged fees equal to
48	the fees charged for certificate career education instruction.
49	Each community college that conducts college-preparatory and
50	vocational-preparatory instruction in the same class section may
51	charge a single fee for both types of instruction.
52	(b) Fees for continuing workforce education shall be
53	locally determined by the district school board or community
54	college board. However, at least 50 percent of the expenditures
55	for the continuing workforce education program provided by the
56	community college or school district must be derived from fees.
57	(c) Effective January 1, 2008, standard resident tuition
58	shall be \$1.67 per contact hour for programs leading to a career

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59 certificate or an applied technology diploma and 83 cents for 60 adult general education programs.

Beginning with the 2008-2009 fiscal year and each year 61 (d) thereafter, the standard resident tuition per contact hour shall 62 63 increase at the beginning of each fall semester at a rate equal to inflation, unless otherwise provided in the General 64 65 Appropriations Act. The Office of Economic and Demographic 66 Research shall report the rate of inflation to the President of 67 the Senate, the Speaker of the House of Representatives, the 68 Governor, and the State Board of Education each year prior to 69 March 1. For purposes of this paragraph, the rate of inflation 70 shall be defined as the rate of the 12-month percentage change in 71 the Consumer Price Index for All Urban Consumers, U.S. City 72 Average, All Items, or successor reports as reported by the 73 United States Department of Labor, Bureau of Labor Statistics, or 74 its successor for December of the previous year. In the event the 75 percentage change is negative, the standard resident tuition 76 shall remain at the same level as the prior fiscal year.

(e) Each district school board and each community college board of trustees may adopt resident tuition that is within the range of 5 percent below to 5 percent above the standard tuition.

80 (f) The maximum increase in resident tuition for any school 81 district or community college during the 2007-2008 fiscal year 82 shall be 5 percent over the tuition charged during the 2006-2007 83 fiscal year.

(g) The State Board of Education shall adopt, by rule, the definitions and procedures that district school boards and community college boards of trustees shall use in the calculation of cost borne by students.

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88 (4) A district school board or community college board that 89 has a service area that borders another state may implement a 90 plan for a differential out-of-state fee.

91 Each district school board and community college board (5) 92 of trustees may establish a separate fee for financial aid purposes in an additional amount of up to 10 percent of the 93 94 student fees collected for workforce education programs. All fees 95 collected shall be deposited into a separate workforce education 96 student financial aid fee trust fund of the school district or 97 community college to support students enrolled in workforce education programs. Any undisbursed balance remaining in the 98 99 trust fund and interest income accruing to investments from the 100 trust fund shall increase the total funds available for distribution to workforce education students. Awards shall be 101 102 based on student financial need and distributed in accordance 103 with a nationally recognized system of need analysis approved by 104 the State Board of Education. Fees collected pursuant to this 105 subsection shall be allocated in an expeditious manner.

(6) Each district school board and community college board 106 107 of trustees may establish a separate fee for capital 108 improvements, technology enhancements, or equipping buildings 109 which may not exceed 5 percent of tuition for resident students or 5 percent of tuition and out-of-state fees for nonresident 110 111 students. Funds collected by community colleges through these 112 fees may be bonded only for the purpose of financing or 113 refinancing new construction and equipment, renovation, or remodeling of educational facilities. The fee shall be collected 114 115 as a component part of the tuition and fees, paid into a separate 116 account, and expended only to construct and equip, maintain,

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117 improve, or enhance the certificate career education or adult 118 education facilities of the school district or community college. 119 Projects funded through the use of the capital improvement fee 120 must meet the survey and construction requirements of chapter 121 1013. Pursuant to s. 216.0158, each district school board and 122 community college board of trustees shall identify each project, 123 including maintenance projects, proposed to be funded in whole or 124 in part by such fee. Capital improvement fee revenues may be pledged by a board of trustees as a dedicated revenue source to 125 the repayment of debt, including lease-purchase agreements and 126 127 revenue bonds, with a term not to exceed 20 years, and not to 128 exceed the useful life of the asset being financed, only for the new construction and equipment, renovation, or remodeling of 129 130 educational facilities. Community colleges may use the services 131 of the Division of Bond Finance of the State Board of 132 Administration to issue any bonds authorized through the 133 provisions of this subsection. Any such bonds issued by the 1.34 Division of Bond Finance shall be in compliance with the 135 provisions of the State Bond Act. Bonds issued pursuant to the 136 State Bond Act shall be validated in the manner provided by chapter 75. The complaint for such validation shall be filed in 137 138 the circuit court of the county where the seat of state 139 government is situated, the notice required to be published by s. 140 75.06 shall be published only in the county where the complaint 141 is filed, and the complaint and order of the circuit court shall be served only on the state attorney of the circuit in which the 142 action is pending. A maximum of 15 cents per credit hour may be 143 144 allocated from the capital improvement fee for child care centers

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145 conducted by the district school board or community college board 146 of trustees.

147 (7) Each district school board and community college board 148 of trustees is authorized to establish a separate fee for 149 technology, not to exceed \$1.80 per credit hour or credit-hour 150 equivalent for resident students and not more than \$5.40 per 151 credit hour or credit-hour equivalent for nonresident students, 152 or the equivalent, to be expended in accordance with technology 153 improvement plans. The technology fee may apply only to associate 154 degree programs and courses. Fifty percent of technology fee 155 revenues may be pledged by a community college board of trustees 156 as a dedicated revenue source for the repayment of debt, 157 including lease-purchase agreements, not to exceed the useful 158 life of the asset being financed. Revenues generated from the 159 technology fee may not be bonded.

160 (8) Each district school board and community college board 161 of trustees is authorized to establish specific fees for 162 workforce development instruction not reported for state funding 163 purposes or for workforce development instruction not reported as 164 state funded full-time equivalent students. District school boards and community college boards of trustees are not required 165 166 to charge any other fee specified in this section for this type 167 of instruction.

(9) Community college boards of trustees and District school boards are not authorized to charge students enrolled in workforce development programs any fee that is not specifically authorized by statute. In addition to tuition, out-of-state, financial aid, capital improvement, and technology fees, as authorized in this section, community college boards of trustees

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and district school boards are authorized to establish fee 174 175 schedules for the following user fees and fines: laboratory fees; 176 parking fees and fines; library fees and fines; fees and fines relating to facilities and equipment use or damage; access or 177 178 identification card fees; duplicating, photocopying, binding, or microfilming fees; standardized testing fees; diploma replacement 179 180 fees; transcript fees; application fees; graduation fees; and 181 late fees related to registration and payment. Such user fees and 182 fines shall not exceed the cost of the services provided and 183 shall only be charged to persons receiving the service. Parking 184 fee revenues may be pledged by a community college board of 185 trustees as a dedicated revenue source for the repayment of debt, 186 including lease-purchase agreements and revenue bonds with terms 187 not exceeding 20 years and not exceeding the useful life of the 188 asset being financed. Community colleges shall use the services 189 of the Division of Bond Finance of the State Board of 190 Administration to issue any revenue bonds authorized by the 191 provisions of this subsection. Any such bonds issued by the 192 Division of Bond Finance shall be in compliance with the 193 provisions of the State Bond Act. Bonds issued pursuant to the State Bond Act shall be validated in the manner established in 194 195 chapter 75. The complaint for such validation shall be filed in 196 the circuit court of the county where the seat of state 197 government is situated, the notice required to be published by s. 198 75.06 shall be published only in the county where the complaint 199 is filed, and the complaint and order of the circuit court shall 200 be served only on the state attorney of the circuit in which the 201 action is pending.

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(10) Each school district and community college may assess
 a service charge for the payment of tuition and fees in
 installments. Such service charge must be approved by the
 district school board or community college board of trustees.

206 (11) Any school district or community college that reports 207 students who have not paid fees in an approved manner in 208 calculations of full-time equivalent enrollments for state 209 funding purposes shall be penalized at a rate equal to 2 times 210 the value of such enrollments. Such penalty shall be charged 211 against the following year's allocation from workforce education 212 funds or the Community College Program Fund and shall revert to 213 the General Revenue Fund. The State Board of Education shall 214 specify, in rule, approved methods of student fee payment. Such 215 methods must include, but need not be limited to, student fee 216 payment; payment through federal, state, or institutional 217 financial aid; and employer fee payments.

218 (12) Each school district and community college shall 219 report only those students who have actually enrolled in 220 instruction provided or supervised by instructional personnel 221 under contract with the district or community college in 2.2.2 calculations of actual full-time enrollments for state funding 223 purposes. A student who has been exempted from taking a course or 224 who has been granted academic or technical credit through means 225 other than actual coursework completed at the granting 226 institution may not be calculated for enrollment in the course 227 from which the student has been exempted or for which the student 228 has been granted credit. School districts and community colleges 229 that report enrollments in violation of this subsection shall be 230 penalized at a rate equal to 2 times the value of such

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38-03798-08 20082514 231 enrollments. Such penalty shall be charged against the following 232 year's allocation from workforce education funds and shall revert 233 to the General Revenue Fund. Section 2. Subsections (1), (3), and (4), paragraphs (a) 234 and (c) of subsection (8), and subsections (10), (12), and (16) 235 236 of section 1009.23, Florida Statutes, as amended by chapter 2007-237 329, Laws of Florida, are amended to read: 238 1009.23 Community college student fees.--239 This section applies to students enrolled in community (1)240 college instructional programs who are reported for state funding. Unless otherwise provided, this section applies only to 241 242 fees charged for college credit instruction leading to an 243 associate in arts degree, an associate in applied science degree, 244 an associate in science degree, or a baccalaureate degree 245 authorized pursuant to s. 1007.33 or s. 1004.73, for noncollege credit college-preparatory courses defined in s. 1004.02, and for 246 247 educator preparation institute programs defined in s. 1004.85. 248 (3) (a) Effective January 1, 2008, for advanced and 249 professional, postsecondary vocational, college preparatory, and 250 educator preparation institute programs, the following tuition 251 and fee rates shall apply: 252 The sum of the standard tuition and the technology fee 1 253 shall be \$51.35 per credit hour for students who are residents 254 for tuition purposes. 255 The sum of the standard tuition, the technology fee, and 2. 256 the out-of-state fee shall be \$154.14 per credit hour for 257 students who are nonresidents for tuition purposes. 258 (b) Effective January 1, 2008, standard resident tuition 259 shall be \$1.67 per contact hour for programs leading to a career

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260 <u>certificate or an applied technology diploma and 83 cents for</u> 261 adult general education programs.

262 (c) (b) Effective January 1, 2008, for baccalaureate degree 263 programs, the following tuition and fee rates shall apply:

264 1. The sum of the tuition and the technology fee shall be 265 \$65.47 per credit hour for students who are residents for tuition 266 purposes.

267 2. The sum of the tuition, the technology fee, and the out-268 of-state fee per credit hour for students who are nonresidents 269 for tuition purposes shall be no more than 85 percent of the sum 270 of the tuition and the out-of-state fee at the state university 271 nearest the community college.

272 (d) (c) Beginning with the 2008-2009 fiscal year and each 273 year thereafter, the standard tuition and out-of-state fees 274 specified in paragraphs (a), and (b), and (c) shall increase at 275 the beginning of each fall semester at a rate equal to inflation, 276 unless otherwise provided in the General Appropriations Act. The 277 Office of Economic and Demographic Research shall report the rate 278 of inflation to the President of the Senate, the Speaker of the 279 House of Representatives, the Governor, and the State Board of 280 Education each year prior to March 1. For purposes of this 281 paragraph, the rate of inflation shall be defined as the rate of 282 the 12-month percentage change in the Consumer Price Index for 283 All Urban Consumers, U.S. City Average, All Items, or successor 284 reports as reported by the United States Department of Labor, 285 Bureau of Labor Statistics, or its successor for December of the 286 previous year. In the event the percentage change is negative, 287 the standard sum of the tuition and the technology fee per credit

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288	hour and the out-of-state fee per credit hour shall remain at the
289	same levels as the prior fiscal year.
290	(e) The adoption of standard tuition and out-of-state fee
291	rates in the General Appropriations Act should consider the
292	elements of a student fee policy. A student fee policy shall
293	address, at a minimum, the following elements:
294	1. Annual changes in the Consumer Price Index as specified
295	in paragraph (d).
296	2. The relationship to median family income.
297	3. The availability of student financial aid.
298	4. The gap between community college and state university
299	fees.
300	5. The total funding per full-time equivalent student,
301	including state funds and student fees.
302	(4) Each community college board of trustees shall
303	establish tuition and out-of-state fees, which may vary no more
304	than 10 percent below and 15 percent above the combined total of
305	the standard tuition and <u>out-of-state</u> fees established in
306	subsection (3). A community college board of trustees may
307	designate a portion of the tuition and technology fee for safety
308	and security purposes., provided that any amount from 10 to 15
309	percent above the standard tuition and fees established in
310	subsection (3) shall be used only to support safety and security
311	purposes. In order to assess an additional amount for safety and
312	security purposes, a community college board of trustees must
313	provide written justification to the State Board of Education
314	based on criteria approved by the board of trustees, including,
315	but not limited to, criteria such as local crime data and
316	information, and strategies for the implementation of local

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317 safety plans. Should a college decide to increase the tuition and 318 fees, the funds raised by increasing the tuition and fees must be 319 expended solely for additional safety and security purposes and 320 shall not supplant funding expended in the 1998-1999 budget for 321 safety and security purposes.

322 (8) (a) Each community college board of trustees is 323 authorized to establish a separate fee for financial aid purposes 324 in an additional amount up to, but not to exceed, 5 percent of 325 the total student tuition or out-of-state fees collected. Each community college board of trustees may collect up to an 326 327 additional 2 percent if the amount generated by the total 328 financial aid fee is less than \$1,000,000 \$250,000. If the amount 329 generated is less than \$1,000,000 \$250,000, a community college 330 that charges tuition and out-of-state fees at least equal to the average fees established by rule may transfer from the general 331 332 current fund to the scholarship fund an amount equal to the 333 difference between $$1,000,000 \\ \frac{$250,000}{$250,000}$ and the amount generated 334 by the total financial aid fee assessment. No other transfer from 335 the general current fund to the loan, endowment, or scholarship 336 fund, by whatever name known, is authorized.

337 (c) Up to 25 percent or \$600,000 \$300,000, whichever is 338 greater, of the financial aid fees collected may be used to 339 assist students who demonstrate academic merit; who participate 340 in athletics, public service, cultural arts, and other 341 extracurricular programs as determined by the institution; or who 342 are identified as members of a targeted gender or ethnic minority 343 population. The financial aid fee revenues allocated for athletic 344 scholarships and fee exemptions provided pursuant to s. 345 1009.25(3) for athletes shall be distributed equitably as

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required by s. 1000.05(3)(d). A minimum of 75 percent of the 346 347 balance of these funds for new awards shall be used to provide 348 financial aid based on absolute need, and the remainder of the 349 funds shall be used for academic merit purposes and other 350 purposes approved by the boards of trustees. Such other purposes 351 shall include the payment of child care fees for students with 352 financial need. The State Board of Education shall develop 353 criteria for making financial aid awards. Each college shall 354 report annually to the Department of Education on the revenue 355 collected pursuant to this paragraph, the amount carried forward, 356 the criteria used to make awards, the amount and number of awards 357 for each criterion, and a delineation of the distribution of such 358 awards. The report shall include an assessment by category of the 359 financial need of every student who receives an award, regardless 360 of the purpose for which the award is received. Awards which are 361 based on financial need shall be distributed in accordance with a 362 nationally recognized system of need analysis approved by the 363 State Board of Education. An award for academic merit shall 364 require a minimum overall grade point average of 3.0 on a 4.0 365 scale or the equivalent for both initial receipt of the award and 366 renewal of the award.

367 (10)Fees for continuing workforce education shall be 368 locally determined by each community college board of trustees. 369 However, a minimum of the total budgeted direct instructional 370 costs of the expenditures for the continuing workforce education 371 program of a community college must be derived from budgeted fee 372 revenues. Each community college board of trustees is authorized 373 to establish a separate fee for technology, which may not exceed 374 \$1.80 per credit hour or credit-hour equivalent for resident

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375 students and not more than \$5.40 per credit hour or credit-hour 376 equivalent for nonresident students, to be expended according to 377 technology improvement plans. The technology fee may apply to 378 both college credit and college-preparatory instruction. Fifty 379 percent of technology fee revenues may be pledged by a community 380 college board of trustees as a dedicated revenue source for the 381 repayment of debt, including lease-purchase agreements, not to 382 exceed the useful life of the asset being financed. Revenues 383 generated from the technology fee may not be bonded.

384 In addition to tuition, out-of-state, financial aid, (12)capital improvement, and student activity and service, and 385 386 technology fees authorized in this section, each community 387 college board of trustees is authorized to establish fee 388 schedules for the following user fees and fines: laboratory fees; 389 parking fees and fines; library fees and fines; fees and fines 390 relating to facilities and equipment use or damage; access or 391 identification card fees; duplicating, photocopying, binding, or 392 microfilming fees; standardized testing fees; diploma replacement 393 fees; transcript fees; application fees; graduation fees; and 394 late fees related to registration and payment. Such user fees and 395 fines shall not exceed the cost of the services provided and 396 shall only be charged to persons receiving the service. A 397 community college may not charge any fee except as authorized by 398 law or rules of the State Board of Education. Parking fee 399 revenues may be pledged by a community college board of trustees 400 as a dedicated revenue source for the repayment of debt, 401 including lease-purchase agreements and revenue bonds with terms 402 not exceeding 20 years and not exceeding the useful life of the 403 asset being financed. Community colleges shall use the services

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404 of the Division of Bond Finance of the State Board of 405 Administration to issue any revenue bonds authorized by the 406 provisions of this subsection. Any such bonds issued by the 407 Division of Bond Finance shall be in compliance with the 408 provisions of the State Bond Act. Bonds issued pursuant to the 409 State Bond Act shall be validated in the manner established in 410 chapter 75. The complaint for such validation shall be filed in 411 the circuit court of the county where the seat of state 412 government is situated, the notice required to be published by s. 413 75.06 shall be published only in the county where the complaint 414 is filed, and the complaint and order of the circuit court shall 415 be served only on the state attorney of the circuit in which the 416 action is pending.

417 (16) The State Board of Education shall adopt a rule 418 specifying the definitions and procedures to be used in the 419 calculation of the percentage of cost paid by students. The rule 420 must provide for the calculation of the full cost of educational 421 programs based on the allocation of all funds provided through 422 the general current fund to programs of instruction, and other 423 activities as provided in the annual expenditure analysis. The 424 rule shall be developed in consultation with the Legislature.

425 Section 3. Subsection (3) of section 1009.25, Florida 426 Statutes, is amended to read:

427

1009.25 Fee exemptions.--

428 (3) <u>At the discretion of the community college board of</u>
429 <u>trustees</u>, each community college is authorized to grant student
430 fee exemptions from all fees <u>authorized in s. 1009.23</u> adopted by
431 the State Board of Education and the community college board of
432 trustees for up to <u>1 percent of the community college's prior</u>

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433 year fee-paying full-time equivalent students or 54 40 full-time 434 equivalent students, whichever is greater at each institution. A 435 fee-paying student means a student enrolled in collegepreparatory courses, an associate in arts degree program, an 436 437 associate in science degree program, career preparatory 438 instruction, an educator preparation institute, or a 439 baccalaureate degree program. 440 Section 4. Subsections (10) and (38) of section 1001.64, 441 Florida Statutes, are amended to read: 442 1001.64 Community college boards of trustees; powers and 443 duties. --444 (10) Each board of trustees shall establish fees pursuant 445 to ss. 1009.22, 1009.23, 1009.25, 1009.26, and 1009.27. (38) Each board of trustees is authorized to borrow funds 446 447 and incur debt, including entering into lease-purchase agreements 448 and the issuance of revenue bonds as specifically authorized and only for the purposes authorized in s. ss. 1009.22(6) and (9) and 449 1009.23(11) and (12). At the option of the board of trustees, 450 451 bonds may be issued which are secured by a combination of 452 revenues authorized to be pledged to bonds pursuant to s. ss. 453 1009.22(6) and 1009.23(11) or (12) ss. 1009.22(9) and 454 1009.23(12). Lease-purchase agreements may be secured by a 455 combination of revenues as specifically authorized pursuant to 456 ss. 1009.22(7) and 1009.23(10). 457 Section 5. This act shall take effect July 1, 2008.

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