142484

581-02372C-14

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Proposed Committee Substitute by the Committee on Education A bill to be entitled

2 An act relating to postsecondary student tuition; 3 amending ss. 1009.22 and 1009.23, F.S.; revising the standard tuition and out-of-state fees for workforce 4 5 education postsecondary programs leading to certain 6 certificates and diplomas and certain other programs 7 at Florida College System institutions; deleting a 8 provision relating to an increase in tuition and out-9 of-state fees at a rate equal to inflation; deleting a 10 requirement that the Office of the Economic and Demographic Research annually report the rate of 11 12 inflation to the Governor, the Legislature, and the 13 State Board of Education; deleting the definition of 14 the term "rate of inflation"; amending s. 1009.24, 15 F.S.; deleting a provision related to an increase of the resident undergraduate tuition at state 16 17 universities at a rate equal to inflation; deleting the requirement of the Office of the Economic and 18 19 Demographic Research to annually report the rate of 20 inflation to the Governor, the Legislature, and the 21 Board of Governors; deleting the definition of the term "rate of inflation"; conforming provisions to 22 23 changes made by the act; prohibiting a state 24 university board of trustees from establishing or 25 increasing the tuition differential for undergraduate 26 courses; amending s. 1009.26, F.S.; requiring a state 27 university, a Florida College System institution, a 28 career center operated by a school district, or a

142484

581-02372C-14

29 charter technical career center to waive undergraduate 30 tuition for a recipient of a Purple Heart or another 31 combat decoration superior in precedence under certain conditions; requiring a state university, a Florida 32 33 College System institution, a career center operated 34 by a school district, and a charter technical career 35 center to waive out-of-state fees for certain students 36 who attended a secondary school in this state; 37 requiring a state university, a Florida College System 38 institution, a career center operated by a school 39 district, and a charter technical career center to report to the Board of Governors and the State Board 40 41 of Education, respectively, the number and value of all fee waivers; requiring a state university, a 42 43 Florida College System institution, a career center 44 operated by a school district, and a charter technical 45 career center to annually certify within its 46 legislative budget request that the percentage of resident students enrolled systemwide is at least the 47 48 same as the resident student enrollment systemwide in 49 a specified academic year; providing that a student 50 who is undocumented for federal immigration purposes 51 is not eligible for state financial aid; amending s. 52 1009.98, F.S.; redefining the term "tuition 53 differential"; revising the purchase date of an 54 advance payment contract as it relates to the amount 55 paid by the Florida Prepaid College Board to a state 56 university on behalf of a qualified beneficiary; 57 prohibiting the amount of the aggregate sum of

Page 2 of 14

142484

581-02372C-14

58 registration fees, the tuition differential fee, and 59 local fees paid by the board to a state university on 60 behalf of a qualified beneficiary of an advance payment contract from exceeding a certain percentage 61 62 of the amount charged by the state university for the aggregate sum of those fees; prohibiting the amount of 63 64 the dormitory fees paid for by the board to a state university on behalf of a qualified beneficiary of an 65 66 advance payment contract from exceeding a certain 67 percentage of the amount charged by the state 68 university for those fees; conforming provisions to 69 changes made by the act; prohibiting certain dependent children from being denied residency classification 70 71 for tuition purposes based solely on a parent's 72 undocumented immigration status; providing an effective date. 73 74 75 Be It Enacted by the Legislature of the State of Florida: 76 77 Section 1. Paragraphs (c) through (g) of subsection (3) of 78 section 1009.22, Florida Statutes, are amended to read: 79 1009.22 Workforce education postsecondary student fees.-(3)80 81 (c) Effective July 1, 2014 <del>2011</del>, for programs leading to a 82 career certificate or an applied technology diploma, the

83 standard tuition shall be  $\frac{$2.33}{$2.22}$  per contact hour for 84 residents and nonresidents and the out-of-state fee shall be 85  $\frac{$6.99}{$6.66}$  per contact hour. For adult general education 86 programs, a block tuition of \$45 per half year or \$30 per term

142484

581-02372C-14

87 shall be assessed for residents and nonresidents, and the outof-state fee shall be \$135 per half year or \$90 per term. Each 88 89 district school board and Florida College System institution 90 board of trustees shall adopt policies and procedures for the collection of and accounting for the expenditure of the block 91 tuition. All funds received from the block tuition shall be used 92 only for adult general education programs. Students enrolled in 93 adult general education programs may not be assessed the fees 94 95 authorized in subsection (5), subsection (6), or subsection (7). 96 (d) Beginning with the 2008-2009 fiscal year and each year 97 thereafter, the tuition and the out-of-state fee per contact 98 hour shall increase at the beginning of each fall semester at a rate equal to inflation, unless otherwise provided in the 99 100 General Appropriations Act. The Office of Economic and 101 Demographic Research shall report the rate of inflation to the 102 President of the Senate, the Speaker of the House of 103 Representatives, the Governor, and the State Board of Education 104 each year prior to March 1. For purposes of this paragraph, the 105 rate of inflation shall be defined as the rate of the 12-month 106 percentage change in the Consumer Price Index for All Urban 107 Consumers, U.S. City Average, All Items, or successor reports as 108 reported by the United States Department of Labor, Bureau of 109 Labor Statistics, or its successor for December of the previous 110 year. In the event the percentage change is negative, the 111 tuition and out-of-state fee shall remain at the same level as 112 the prior fiscal year. 113 (d) (e) Each district school board and each Florida College

113 <u>(d)(c)</u> Each district school board and each Fiorida college 114 System institution board of trustees may adopt tuition and out-115 of-state fees that may vary no more than 5 percent below and 5

142484

581-02372C-14

116 percent above the combined total of the standard tuition and 117 out-of-state fees established in paragraph (c).

118 <u>(e) (f)</u> The maximum increase in resident tuition for any 119 school district or Florida College System institution during the 120 2007-2008 fiscal year shall be 5 percent over the tuition 121 charged during the 2006-2007 fiscal year.

122 <u>(f)(g)</u> The State Board of Education may adopt, by rule, the 123 definitions and procedures that district school boards and 124 Florida College System institution boards of trustees shall use 125 in the calculation of cost borne by students.

Section 2. Subsection (3) of section 1009.23, Florida Statutes, is amended to read:

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1009.23 Florida College System institution student fees.-

(3) (a) Effective July 1, <u>2014</u> <del>2011</del>, for advanced and
professional, postsecondary vocational, developmental education,
and educator preparation institute programs, the standard
tuition shall be <u>\$71.98</u> <del>\$68.56</del> per credit hour for residents and
nonresidents, and the out-of-state fee shall be <u>\$215.94</u> <del>\$205.82</del>
per credit hour.

(b) Effective July 1, <u>2014</u> <del>2011</del>, for baccalaureate degree
programs, the following tuition and fee rates shall apply:

137 1. The tuition shall be  $\frac{\$91.79}{\$87.42}$  per credit hour for 138 students who are residents for tuition purposes.

139 2. The sum of the tuition and the out-of-state fee per 140 credit hour for students who are nonresidents for tuition 141 purposes shall be no more than 85 percent of the sum of the 142 tuition and the out-of-state fee at the state university nearest 143 the Florida College System institution.

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(c) Beginning with the 2008-2009 fiscal year and each year

142484

581-02372C-14

145 thereafter, the tuition and the out-of-state fee shall increase at the beginning of each fall semester at a rate equal to 146 147 inflation, unless otherwise provided in the General 148 Appropriations Act. The Office of Economic and Demographic Research shall report the rate of inflation to the President of 149 150 the Senate, the Speaker of the House of Representatives, the 151 Governor, and the State Board of Education each year prior to 152 March 1. For purposes of this paragraph, the rate of inflation shall be defined as the rate of the 12-month percentage change 153 154 in the Consumer Price Index for All Urban Consumers, U.S. City 155 Average, All Items, or successor reports as reported by the 156 United States Department of Labor, Bureau of Labor Statistics, 157 or its successor for December of the previous year. In the event 158 the percentage change is negative, the tuition and the out-of-159 state fee per credit hour shall remain at the same levels as the 160 prior fiscal year.

Section 3. Paragraphs (a), (b), and (e) of subsection (4) of section 1009.24, Florida Statutes, are amended, and paragraph (g) is added to subsection (16) of that section, to read:

164 165 1009.24 State university student fees.-(4)(a) Effective July 1, 2014 <del>2011</del>, the resident

166 undergraduate tuition for lower-level and upper-level coursework
167 shall be \$103.32 per credit hour.

168 (b) Beginning with the 2008-2009 fiscal year and each year
169 thereafter, the resident undergraduate tuition per credit hour
170 shall increase at the beginning of each fall semester at a rate
171 equal to inflation, unless otherwise provided in the General
172 Appropriations Act. The Office of Economic and Demographic
173 Research shall report the rate of inflation to the President of

Page 6 of 14

142484

581-02372C-14

174 the Senate, the Speaker of the House of Representatives, the 175 Governor, and the Board of Governors each year prior to March 1. 176 For purposes of this paragraph, the rate of inflation shall be 177 defined as the rate of the 12-month percentage change in the Consumer Price Index for All Urban Consumers, U.S. City Average, 178 179 All Items, or successor reports as reported by the United States Department of Labor, Bureau of Labor Statistics, or its 180 181 successor for December of the previous year. In the event the 182 percentage change is negative, the resident undergraduate 183 tuition shall remain at the same level as the prior fiscal year.

184 (d) (e) The sum of the activity and service, health, and 185 athletic fees a student is required to pay to register for a course may shall not exceed 40 percent of the tuition 186 187 established in law or in the General Appropriations Act. No university shall be required to lower any fee in effect on the 188 189 effective date of this act in order to comply with this 190 subsection. Within the 40 percent cap, universities may not increase the aggregate sum of activity and service, health, and 191 192 athletic fees more than 5 percent per year, or the same 193 percentage increase in tuition authorized under paragraph (b), 194 whichever is greater, unless specifically authorized in law or 195 in the General Appropriations Act. A university may increase its 196 athletic fee to defray the costs associated with changing 197 National Collegiate Athletic Association divisions. Any such 198 increase in the athletic fee may exceed both the 40 percent cap 199 and the 5 percent cap imposed by this subsection. Any such 200 increase must be approved by the athletic fee committee in the process outlined in subsection (12) and may not cannot exceed \$2 201 202 per credit hour. Notwithstanding the provisions of ss. 1009.534,

Page 7 of 14

142484

581-02372C-14

203 1009.535, and 1009.536, that portion of any increase in an 204 athletic fee pursuant to this subsection which that causes the 205 sum of the activity and service, health, and athletic fees to 206 exceed the 40 percent cap or the annual increase in such fees to 207 exceed the 5 percent cap may shall not be included in 208 calculating the amount a student receives for a Florida Academic 209 Scholars award, a Florida Medallion Scholars award, or a Florida 210 Gold Seal Vocational Scholars award. Notwithstanding this 211 paragraph and subject to approval by the board of trustees, each 212 state university may is authorized to exceed the 5 percent 5-213 percent cap on the annual increase to the aggregate sum of 214 activity and service, health, and athletic fees for the 2010-215 2011 fiscal year. Any such increase may shall not exceed 15 216 percent or the amount required to reach the 2009-2010 fiscal 217 year statewide average for the aggregate sum of activity and 218 service, health, and athletic fees at the main campuses, 219 whichever is greater. The aggregate sum of the activity and service, health, and athletic fees may shall not exceed 40 220 221 percent of tuition. Any increase in the activity and service 222 fee, health fee, or athletic fee must be approved by the 223 appropriate fee committee pursuant to subsection (10), 224 subsection (11), or subsection (12).

(16) Each university board of trustees may establish a tuition differential for undergraduate courses upon receipt of approval from the Board of Governors. The tuition differential shall promote improvements in the quality of undergraduate education and shall provide financial aid to undergraduate students who exhibit financial need.

(g) Notwithstanding this subsection, effective July 1,

231

142484

581-02372C-14

232 <u>2014, a state university board of trustees may not establish or</u> 233 <u>increase a tuition differential for undergraduate courses as</u> 234 provided in this subsection.

235 Section 4. Subsection (8) of section 1009.26, Florida 236 Statutes, is amended, and subsection (12) is added to that 237 section, to read:

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1009.26 Fee waivers.-

(8) A state university or Florida College System
institution, a career center operated by a school district under
<u>s. 1001.44</u>, or a charter technical career center shall waive
undergraduate tuition for each recipient of a Purple Heart or
another combat decoration superior in precedence who:

(a) Is enrolled as a full-time, part-time, or summer-school
student in an undergraduate program that terminates in a degree
or certificate;

(b) Is currently, and was at the time of the military action that resulted in the awarding of the Purple Heart or other combat decoration superior in precedence, a resident of this state; and

251 (c) Submits to the state university or the Florida College 252 System institution the DD-214 form issued at the time of 253 separation from service as documentation that the student has 254 received a Purple Heart or another combat decoration superior in precedence. If the DD-214 is not available, other documentation 255 256 may be acceptable if recognized by the United States Department 257 of Defense or the United States Department of Veterans Affairs 258 as documenting the award.

260 Such a waiver for a Purple Heart recipient or recipient of

142484

581-02372C-14

another combat decoration superior in precedence shall be applicable for 110 percent of the number of required credit hours of the degree or certificate program for which the student is enrolled.

265 (12) (a) A state university or a Florida College System 266 institution, a career center operated by a school district under 267 s. 1001.44, or a charter technical career center shall waive 268 out-of-state fees for a student who attended a secondary school 269 in this state for 3 consecutive years immediately before 270 graduating from a high school in this state, enrolled in an 271 institution of higher education within 24 months after high 272 school graduation, submitted an official Florida high school 273 transcript as documentary evidence of attendance and graduation, 274 and who is undocumented for federal immigration purposes.

275 (b) Tuition and fees charged to a student who qualifies for 276 the out-of-state fee waiver under this subsection may not exceed 277 the tuition and fees charged to a resident student. The waiver 278 is applicable for 110 percent of the required credit hours of 279 the degree or certificate program for which the student is 280 enrolled. Each state university, Florida College System 281 institution, career center operated by a school district under 282 s. 1001.44, and charter technical career center shall report to 283 the Board of Governors and the State Board of Education, 284 respectively, the number and value of all fee waivers granted 285 annually under this subsection. The Board of Governors for the 286 state universities and the State Board of Education for Florida 287 College System institutions, career centers operated by a school 288 district under s. 1001.44, and charter technical career centers 289 shall annually certify within its legislative budget request

Page 10 of 14

## 142484

581-02372C-14

290 that the percentage of resident students enrolled systemwide is 291 at least the same as the 2013-2014 resident student enrollment systemwide. A student who is undocumented for federal 292 293 immigration purposes is not eligible for state financial aid 294 provided pursuant to part III of chapter 1009. 295 Section 5. Subsection (10) of section 1009.98, Florida 296 Statutes, is amended to read: 297 1009.98 Stanley G. Tate Florida Prepaid College Program.-298 (10) PAYMENTS ON BEHALF OF QUALIFIED BENEFICIARIES.-(a) As used in this subsection, the term: 299 300 1. "Actuarial reserve" means the amount by which the 301 expected value of the assets exceeds exceed the expected value 302 of the liabilities of the trust fund. 303 2. "Dormitory fees" means the fees included under advance 304 payment contracts pursuant to paragraph (2)(d). 305 3. "Fiscal year" means the fiscal year of the state pursuant to s. 215.01. 306 307 4. "Local fees" means the fees covered by an advance 308 payment contract provided pursuant to subparagraph (2) (b)2. 309 5. "Tuition differential" means the fee covered by advance 310 payment contracts sold pursuant to subparagraph (2)(b)3. The 311 base rate for the tuition differential fee for the 2012-2013 312 fiscal year is established at \$37.03 per credit hour. The base 313 rate for the tuition differential in subsequent years is the 314 amount assessed paid by the board for the tuition differential 315 for the preceding year adjusted pursuant to subparagraph (b)2. 316 (b) Effective with the 2009-2010 academic year and thereafter, and notwithstanding the provisions of s. 1009.24, 317 318 the amount paid by the board to any state university on behalf

142484

581-02372C-14

319 of a qualified beneficiary of an advance payment contract whose 320 contract was purchased before July 1, <u>2024</u> <del>2009</del>, shall be:

321 1. As to registration fees, if the actuarial reserve is 322 less than 5 percent of the expected liabilities of the trust 323 fund, the board shall pay the state universities 5.5 percent 324 above the amount assessed for registration fees in the preceding 325 fiscal year. If the actuarial reserve is between 5 percent and 6 326 percent of the expected liabilities of the trust fund, the board 327 shall pay the state universities 6 percent above the amount 328 assessed for registration fees in the preceding fiscal year. If 329 the actuarial reserve is between 6 percent and 7.5 percent of 330 the expected liabilities of the trust fund, the board shall pay the state universities 6.5 percent above the amount assessed for 331 332 registration fees in the preceding fiscal year. If the actuarial reserve is equal to or greater than 7.5 percent of the expected 333 334 liabilities of the trust fund, the board shall pay the state 335 universities 7 percent above the amount assessed for registration fees in the preceding fiscal year, whichever is 336 337 greater.

2. As to the tuition differential, if the actuarial reserve 338 339 is less than 5 percent of the expected liabilities of the trust 340 fund, the board shall pay the state universities 5.5 percent above the base rate for the tuition differential fee in the 341 342 preceding fiscal year. If the actuarial reserve is between 5 343 percent and 6 percent of the expected liabilities of the trust 344 fund, the board shall pay the state universities 6 percent above 345 the base rate for the tuition differential fee in the preceding fiscal year. If the actuarial reserve is between 6 percent and 346 347 7.5 percent of the expected liabilities of the trust fund, the

142484

581-02372C-14

348 board shall pay the state universities 6.5 percent above the 349 base rate for the tuition differential fee in the preceding 350 fiscal year. If the actuarial reserve is equal to or greater 351 than 7.5 percent of the expected liabilities of the trust fund, 352 the board shall pay the state universities 7 percent above the 353 base rate for the tuition differential fee in the preceding 354 fiscal year.

3. As to local fees, the board shall pay the state
universities 5 percent above the amount assessed for local fees
in the preceding fiscal year.

4. As to dormitory fees, the board shall pay the state
universities 6 percent above the amount assessed for dormitory
fees in the preceding fiscal year.

361 5. Qualified beneficiaries of advance payment contracts
362 purchased before July 1, 2007, are exempt from paying any
363 tuition differential fee.

364 <u>(c) Notwithstanding the amount assessed for registration</u>
365 <u>fees, the tuition differential fee, or local fees, the amount</u>
366 <u>paid by the board to any state university on behalf of a</u>
367 <u>qualified beneficiary of an advance payment contract purchased</u>
368 <u>before July 1, 2024, may not exceed 100 percent of the amount</u>
369 <u>charged by the state university for the aggregate sum of those</u>
370 <u>fees.</u>

371 (d) Notwithstanding the amount assessed for dormitory fees, 372 the amount paid by the board to any state university on behalf 373 of a qualified beneficiary of an advance payment contract 374 purchased before July 1, 2024, may not exceed 100 percent of the 375 amount charged by the state university for dormitory fees. 376 (e) (c) The board shall pay state universities the actual

Page 13 of 14

142484

581-02372C-14

377 amount assessed in accordance with law for registration fees, 378 the tuition differential, local fees, and dormitory fees for 379 advance payment contracts purchased on or after July 1, <u>2024</u> 380 <del>2009</del>.

381 <u>(f) (d)</u> The board shall annually evaluate or cause to be 382 evaluated the actuarial soundness of the trust fund.

383 Section 6. <u>A dependent child who is a citizen of the United</u> 384 <u>States of America may not be denied residency classification for</u> 385 <u>tuition purposes based solely on the parent's undocumented</u> 386 immigration status. All applicable laws apply.

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Section 7. This act shall take effect July 1, 2014.