

100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

SB0930

Introduced 2/7/2017, by Sen. Dale A. Righter

SYNOPSIS AS INTRODUCED:

110 ILCS 665/10-92

Amends the Eastern Illinois University Law. Extends the repeal of the tuition affordability discount program from July 1, 2022 to July 1, 2026. Makes conforming changes. Effective immediately.

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1 AN ACT concerning education.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 5. The Eastern Illinois University Law is amended
by changing Section 10-92 as follows:

6 (110 ILCS 665/10-92)

7 (Section scheduled to be repealed on July 1, 2022)

8 Sec. 10-92. Tuition affordability discount program.

9 (a) The General Assembly makes all of the following 10 findings:

(1) Both access and affordability are important points
in the Illinois Public Agenda for College and Career
Success.

14 (2) This State is in the top quartile with respect to15 the percentage of family income needed to pay for college.

16 (3) Research suggests that as loan amounts increase, 17 versus grants-in-aid, the probability of college 18 attendance decreases.

19 (4) There is further research indicating socioeconomic
20 status may affect the willingness of students to use loans
21 to attend college.

(5) Strategic use of tuition discounting will decrease
the amount of loans that students must use to pay for

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1 tuition.

(6) A modest, individually tailored tuition discount
can make the difference in choosing to attend college and
would enhance college access for low (up to 150% of the
federal poverty level) and middle income (151% to 300% of
the federal poverty level) families.

7 (7) Even if the federally calculated financial need for
8 college attendance is met, the federally determined
9 Expected Family Contribution can still be a daunting
10 amount.

11 (8) This State is the second largest exporter of12 students in the country.

(9) Illinois students need to be kept in this State.
State universities in other states have adopted pricing and
incentives that make college expenses for residents of this
State less than in this State.

17 (10) A mechanism is needed to stop the outflow of 18 Illinois students to institutions in other states, 19 assisting in State efforts to maintain and educate a highly 20 trained workforce.

(11) By being competitive on costs of attendance, this
State can bring out-of-state students to this State.

(12) The program established under this Section will
 allow Eastern Illinois University to compete for highly
 qualified students who may reside in other states by
 mitigating the effect of cost differences.

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(13) Modest tuition discounts, individually targeted
 and tailored, result in enhanced revenue for university
 programs.

4 (14) By increasing Eastern Illinois University's 5 capacity to strategically use tuition discounting, the 6 University will be capable of creating enhanced tuition 7 revenue by increasing enrollment yields.

8 (15) The Board of Higher Education's current 9 institutional tuition waiver limitation is 3% of total 10 available undergraduate tuition revenue.

11 (b) The Board shall establish a program to increase the 12 Board of Higher Education's institutional tuition waiver limitation for the university over a 4-year period to increase 13 14 access to college and make college more affordable for 15 undergraduate students. Under the program, the institutional 16 tuition waiver limitation shall be increased by 2 percentage 17 points in the 2012-2013 academic year, 2 percentage points in the 2013-2014 academic year, 2 percentage points in 18 the 19 2014-2015 academic year, and one percentage point in the 20 2015-2016 academic year, resulting in an institutional tuition 21 waiver limitation of 10% in the fourth year of the program and 22 thereafter.

(c) The program shall require that students who receive a tuition discount under the program be accepted to the university through normal admissions standards and processes. Individual tuition discounts granted under the program must not - 4 - LRB100 08847 MLM 18989 b

exceed \$2,500 per academic year. The program shall provide a 1 2 maximum of one discount per academic year for a maximum of 4 3 years to each student in the program who maintains satisfactory academic progress. The program shall be terminated after the 4 5 2022-2023 2018 2019 academic year, with no new students receiving discounts. However, notwithstanding the Board of 6 Higher Education's institutional tuition waiver limitation, 7 8 existing students receiving discounts under the program are 9 eligible to maintain those discounts, with satisfactory 10 academic progress, under the 4-year limitation, after the 11 2022-2023 2018-2019 academic year due to maintenance of effort 12 within their 4-year window. Sunset dates for discounted support 13 shall be based upon the first academic year in which a student receives a discount. 14

(d) Every 2 years, the Board shall report to the Board of Higher Education on the program's impact on tuition revenue, enrollment goals, and increasing access and affordability on such dates as the Board of Higher Education shall determine.

(e) The Board of Higher Education may adopt any rules thatare necessary to implement this Section.

(f) This Section is repealed on July 1, <u>2026</u> 2022.
(Source: P.A. 97-290, eff. 8-10-11; 98-1100, eff. 1-1-15.)

23 Section 99. Effective date. This Act takes effect upon 24 becoming law.

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