95TH GENERAL ASSEMBLY

State of Illinois

2007 and 2008

HB2032

Introduced 2/26/2007, by Rep. Kevin A. McCarthy

SYNOPSIS AS INTRODUCED:

110 ILCS 947/35

Amends the Higher Education Student Assistance Act. Makes a technical change in a Section concerning the Monetary Award Program.

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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 Higher Education Student Assistance Act is
 amended by changing Section 35 as follows:
- 6 (110 ILCS 947/35)
- 7 5

Sec. 35. Monetary award program.

8 (a) The Commission shall, each year, receive <u>and</u> and 9 consider applications for grant assistance under this Section. 10 Subject to a separate appropriation for such purposes, an 11 applicant is eligible for a grant under this Section when the 12 Commission finds that the applicant:

13 14 (1) is a resident of this State and a citizen or permanent resident of the United States; and

(2) in the absence of grant assistance, will be
deterred by financial considerations from completing an
educational program at the qualified institution of his or
her choice.

(b) The Commission shall award renewals only upon the student's application and upon the Commission's finding that the applicant:

(1) has remained a student in good standing;(2) remains a resident of this State; and

1 (3) is in a financial situation that continues to 2 warrant assistance.

3 (c) All grants shall be applicable only to tuition and 4 necessary fee costs. The Commission shall determine the grant 5 amount for each student, which shall not exceed the smallest of 6 the following amounts:

7 (1) \$4,968, or such lesser amount as the Commission
8 finds to be available, during an academic year; or

9 (2) the amount which equals 2 semesters or 3 quarters 10 tuition and other necessary fees required generally by the 11 institution of all full-time undergraduate students; or

12 (3) such amount as the Commission finds to be 13 appropriate in view of the applicant's financial 14 resources.

"Tuition and other necessary fees" as used in this Section 15 16 include the customary charge for instruction and use of 17 facilities in general, and the additional fixed fees charged for specified purposes, which are required generally of 18 nongrant recipients for each academic period for which the 19 grant applicant actually enrolls, but do not include fees 20 payable only once or breakage fees and other contingent 21 22 deposits which are refundable in whole or in part. The 23 Commission may prescribe, by rule not inconsistent with this Section, detailed provisions concerning the computation of 24 25 tuition and other necessary fees.

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(d) No applicant, including those presently receiving

scholarship assistance under this Act, is eligible for monetary
 award program consideration under this Act after receiving a
 baccalaureate degree or the equivalent of 135 semester credit
 hours of award payments.

5 (e) The Commission, in determining the number of grants to 6 be offered, shall take into consideration past experience with 7 the rate of grant funds unclaimed by recipients. The Commission 8 shall notify applicants that grant assistance is contingent 9 upon the availability of appropriated funds.

10 (f) The Commission may request appropriations for deposit 11 into the Monetary Award Program Reserve Fund. Monies deposited 12 into the Monetary Award Program Reserve Fund may be expended 13 exclusively for one purpose: to make Monetary Award Program 14 grants to eligible students. Amounts on deposit in the Monetary 15 Award Program Reserve Fund may not exceed 2% of the current 16 annual State appropriation for the Monetary Award Program.

17 The purpose of the Monetary Award Program Reserve Fund is to enable the Commission each year to assure as many students 18 19 as possible of their eligibility for a Monetary Award Program 20 grant and to do so before commencement of the academic year. Moneys deposited in this Reserve Fund are intended to enhance 21 22 the Commission's management of the Monetary Award Program, 23 minimizing the necessity, magnitude, and frequency of adjusting award amounts and ensuring that the annual Monetary 24 25 Award Program appropriation can be fully utilized.

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(g) The Commission shall determine the eligibility of and

1 make grants to applicants enrolled at qualified for-profit 2 institutions in accordance with the criteria set forth in this 3 Section. The eligibility of applicants enrolled at such 4 for-profit institutions shall be limited as follows:

5 (1) Beginning with the academic year 1997, only to 6 eligible first-time freshmen and first-time transfer 7 students who have attained an associate degree.

8 (2) Beginning with the academic year 1998, only to 9 eligible freshmen students, transfer students who have 10 attained an associate degree, and students who receive a 11 grant under paragraph (1) for the academic year 1997 and 12 whose grants are being renewed for the academic year 1998.

13 (3) Beginning with the academic year 1999, to all
14 eligible students.

15 (Source: P.A. 92-45, eff. 7-1-01; 93-1032, eff. 9-2-04.)

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