

## 98TH GENERAL ASSEMBLY State of Illinois 2013 and 2014 SB3306

Introduced 2/14/2014, by Sen. Chapin Rose

## SYNOPSIS AS INTRODUCED:

110 ILCS 947/35

Amends the Higher Education Student Assistance Act. With respect to the Monetary Award Program, provides that the Illinois Student Assistance Commission shall, twice a year (instead of each year), receive and consider applications for grant assistance. Provides that the first application period for grants for the next academic year shall be open to all eligible students and the second application period shall occur immediately before commencement of the academic year and shall be open only to non-traditional students and traditional students who missed the first application deadline due to unforeseen circumstances, as defined by the Commission. Requires the Commission to apportion grant funds between persons who applied during the first application period and person who applied during the second application period, in such manner as the Commission shall determine. Effective immediately.

LRB098 19694 NHT 55570 b

FISCAL NOTE ACT MAY APPLY

1 AN ACT concerning education.

## Be it enacted by the People of the State of Illinois, 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 Sec. 35. Monetary award program.
- (a) The Commission shall, twice a each year, receive and 8 9 consider applications for grant assistance under this Section. 10 The first application period for grants for the next academic year shall be open to all eligible students who are applying 11 12 for a grant. The second application period for grants for the next academic year shall occur immediately before commencement 13 14 of that academic year and shall be open only to non-traditional students, as defined by the Commission, or traditional students 15 16 who missed the first application deadline due to unforeseen 17 circumstances, as defined by the Commission. The Commission shall apportion grant funds between persons who applied during 18 19 the first application period and person who applied during the second application period, in such manner as the Commission 20 shall determine. Subject to a separate appropriation for the 21 22 such purposes of this Section, an applicant is eligible for a grant under this Section when the Commission finds that the 23

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- 2 (1) is a resident of this State and a citizen or 3 permanent resident of the United States; and
- 4 (2) in the absence of grant assistance, will be 5 deterred by financial considerations from completing an 6 educational program at the qualified institution of his or 7 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
- 13 (3) is in a financial situation that continues to
  14 warrant assistance.
  - (c) All grants shall be applicable only to tuition and necessary fee costs. The Commission shall determine the grant amount for each student, which shall not exceed the smallest of the following amounts:
    - (1) subject to appropriation, \$5,468 for fiscal year 2009, \$5,968 for fiscal year 2010, and \$6,468 for fiscal year 2011 and each fiscal year thereafter, or such lesser amount as the Commission finds to be available, during an academic year;
    - (2) the amount which equals 2 semesters or 3 quarters tuition and other necessary fees required generally by the institution of all full-time undergraduate students; or

1 (3) such amount as the Commission finds to be 2 appropriate in view of the applicant's financial 3 resources.

Subject to appropriation, the maximum grant amount for students not subject to subdivision (1) of this subsection (c) must be increased by the same percentage as any increase made by law to the maximum grant amount under subdivision (1) of this subsection (c).

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

- (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.
- (e) The Commission, in determining the number of grants to be offered, shall take into consideration past experience with

- the rate of grant funds unclaimed by recipients. The Commission shall notify applicants that grant assistance is contingent upon the availability of appropriated funds.
  - (f) The Commission may request appropriations for deposit into the Monetary Award Program Reserve Fund. Monies deposited into the Monetary Award Program Reserve Fund may be expended exclusively for one purpose: to make Monetary Award Program grants to eligible students. Amounts on deposit in the Monetary Award Program Reserve Fund may not exceed 2% of the current annual State appropriation for the Monetary Award Program.

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

- (g) The Commission shall determine the eligibility of and make grants to applicants enrolled at qualified for-profit institutions in accordance with the criteria set forth in this Section. The eligibility of applicants enrolled at such for-profit institutions shall be limited as follows:
- (1) Beginning with the academic year 1997, only to eliqible first-time freshmen and first-time transfer

- 1 students who have attained an associate degree.
- 2 (2) Beginning with the academic year 1998, only to 3 eligible freshmen students, transfer students who have 4 attained an associate degree, and students who receive a 5 grant under paragraph (1) for the academic year 1997 and 6 whose grants are being renewed for the academic year 1998.
- 7 (3) Beginning with the academic year 1999, to all eligible students.
- 9 (Source: P.A. 95-917, eff. 8-26-08.)
- Section 99. Effective date. This Act takes effect upon becoming law.