96TH GENERAL ASSEMBLY

State of Illinois

2009 and 2010

HB1699

Introduced 2/18/2009, by Rep. Michael J. Madigan - Barbara Flynn Currie - Mike Boland

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.

LRB096 05292 NHT 15358 b

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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)

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Sec. 35. Monetary award program.

8 (a) <u>The</u> The Commission shall, each year, receive 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:

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(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:

(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

15 (3) such amount as the Commission finds to be 16 appropriate in view of the applicant's financial 17 resources.

18 Subject to appropriation, the maximum grant amount for 19 students not subject to subdivision (1) of this subsection (c) 20 must be increased by the same percentage as any increase made 21 by law to the maximum grant amount under subdivision (1) of 22 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.

8 (d) No applicant, including those presently receiving 9 scholarship assistance under this Act, is eligible for monetary 10 award program consideration under this Act after receiving a 11 baccalaureate degree or the equivalent of 135 semester credit 12 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

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as possible of their eligibility for a Monetary Award Program 1 2 grant and to do so before commencement of the academic year. 3 Moneys deposited in this Reserve Fund are intended to enhance the Commission's management of the Monetary Award Program, 4 5 minimizing the necessity, magnitude, and frequency of adjusting award amounts and ensuring that the annual Monetary 6 7 Award Program appropriation can be fully utilized.

8 (g) The Commission shall determine the eligibility of and 9 make grants to applicants enrolled at qualified for-profit 10 institutions in accordance with the criteria set forth in this 11 Section. The eligibility of applicants enrolled at such 12 for-profit institutions shall be limited as follows:

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

16 (2) Beginning with the academic year 1998, only to
17 eligible freshmen students, transfer students who have
18 attained an associate degree, and students who receive a
19 grant under paragraph (1) for the academic year 1997 and
20 whose grants are being renewed for the academic year 1998.

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

23 (Source: P.A. 95-917, eff. 8-26-08.)

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