1

2

3

4

5

6

7

8

9

10

11

12

1314

15

16

17

18 19

20

21

22

23

2425

A bill to be entitled An act relating to postsecondary distance education; creating s. 1000.35, F.S.; authorizing this state to participate in the State Authorization Reciprocity Agreement (SARA) for delivery of postsecondary distance education; providing definitions; establishing the Postsecondary Reciprocal Distance Education Coordinating Council within the Department of Education; requiring the Commission for Independent Education to provide administrative support for the council; providing membership and duties of the council; requiring the council to collect annual fees from Florida SARA institutions based on total fulltime equivalent enrollment; requiring the council to submit an annual report to the Governor and Legislature by a specified date; providing for deposit of such fees into a specified trust fund; specifying that such fees are nonrefundable unless paid in error; authorizing the council to revoke a Florida SARA institution's participation for noncompliance; authorizing such institution to withdraw from participation in the SARA after providing notice; exempting council decisions from the Administrative Procedure Act; providing that provisions relating to the jurisdiction of the commission are not superseded;

Page 1 of 11

26 requiring the state board to adopt rules; amending s. 27 1005.06, F.S.; providing that the commission does not 28 have jurisdiction over certain non-Florida 29 institutions participating in the SARA; amending s. 30 1005.31, F.S.; authorizing the solicitation of 31 prospective students for enrollment in certain 32 postsecondary educational institutions; amending s. 33 1010.83, F.S.; requiring that the Institutional Assessment Trust Fund administered by the department 34 consist of certain fees; requiring the department to 35 36 maintain separate accounts within such trust fund for 37 specified operations; authorizing the use of funds from such trust fund for certain expenses related to 38 39 administration of the SARA; providing an appropriation; providing a directive to the Division 40 41 of Law Revision and Information; providing an 42 effective date. 43 44 Be It Enacted by the Legislature of the State of Florida: 45 46 Section 1. Section 1000.35, Florida Statutes, is created to read: 47 48 1000.35 State Authorization Reciprocity Agreement.-49 The purpose of this section is to authorize this 50 state's participation in the State Authorization Reciprocity

Page 2 of 11

Agreement (SARA) as established by the Southern Regional Education Board (SREB) and the National Council for State Authorization Reciprocity Agreements (NC-SARA) relative to postsecondary distance education as defined in the SARA. All parties to the SARA must be willing to accept each other's authorization of accredited institutions to operate in their state to offer distance educational services beyond state boundaries.

(2) For purposes of this section, the term:

- (a) "Commission" means the Commission for Independent Education.
- (b) "Complaint" means a formal assertion in writing that a person, institution, state, agency, or other entity operating under the SARA has violated the terms of the SARA or the laws, standards, or regulations incorporated therein.
- (c) "Council" means the Postsecondary Reciprocal Distance
 Education Coordinating Council, which serves as the single
 portal entity designated by the state to administer the SARA and
 serves as the interstate point of contact for SARA-related
 questions, complaints, and other matters related to the SARA.
 - (d) "Department" means the Department of Education.
- (e) "Florida SARA institution" means a postsecondary institution in this state approved by the council to participate in the SARA.
 - (f) "Institution" means a public or private postsecondary

Page 3 of 11

degree-granting college or university that is accredited by a federally recognized accrediting body and that awards, at a minimum, associate-level degrees requiring at least 2 years of full-time equivalent college work.

- (g) "Member state" means a state, territory, or district within the United States that has been approved to participate in the SARA.
- (h) "Non-Florida SARA institution" means an institution approved by a member state other than this state to participate in the SARA.
 - (i) "SREB" means the Southern Regional Education Board.
- (j) "State Authorization Reciprocity Agreement" or "SARA" means the agreement that establishes reciprocity between member states that accept other member states' authorization of accredited institutions to operate in their states to offer distance educational services beyond state boundaries pursuant to the terms and conditions set forth in the agreement.
 - (k) "State board" means the State Board of Education.
- (3) The council is created within the department for the purpose of administering the SARA. The council shall consist of the Chancellor of the State University System, the Chancellor of the Florida College System, the Chancellor of the Division of Career and Adult Education, the executive director of the commission, and the president of the Independent Colleges and Universities of Florida. The commission shall provide

Page 4 of 11

101	administrative support for the council. The council shall:
102	(a) Within 60 days after the effective date of this act,
103	apply for this state to participate as a member of the SARA
104	pursuant to the procedures established by the SREB;
105	(b) Serve as the single portal entity for administration
106	of the SARA;
107	(c) Review and approve applications from institutions in
108	this state to participate in the SARA and establish an appeals
109	process for institutions that are not approved to participate in
110	the SARA;
111	(d) Ensure compliance by Florida SARA institutions with
112	the terms and provisions of the SARA, including, but not limited
113	to, accreditation and institutional quality, consumer
114	information and protection, disclosure and reporting
115	requirements, complaint mechanisms, and financial
116	responsibility;
117	(e) Comply with the terms and provisions of the SARA
118	relating to any member state, Florida SARA institution, or non-
119	Florida SARA institution;
120	(f) Comply with the reporting requirements in the SARA and
121	post all such reports on the council's website;
122	(g) Consistent with the complaint resolution processes in
123	the SARA, develop and administer a complaint resolution process
124	to resolve SARA-related complaints after all complaint processes
125	in place at a Florida SARA institution have been exhausted by

Page 5 of 11

126	the complainant;									
127	(h) Delegate any responsibilities, obligations, or									
128	authorities necessary for the administration of this state's									
129	participation in the SARA to the commission's staff; and									
130	(i) Recommend rules necessary to administer this section									
131	for adoption by the state board.									
132	(4) The council shall collect an annual fee from each									
133	Florida SARA institution. The fee shall be based on the Florida									
134	SARA institution's total full-time equivalent (FTE) enrollment									
135	as shown in the Integrated Postsecondary Education Data System									
136	and shall be assessed as follows:									
137	(a) Not to exceed \$1,500 per year for a Florida SARA									
138	institution with fewer than 2,500 total FTE enrollment;									
139	(b) Not to exceed \$3,000 per year for a Florida SARA									
140	institution with at least 2,500 but not more than 9,999 total									
141	<pre>FTE enrollment;</pre>									
142	(c) Not to exceed \$4,500 per year for a Florida SARA									
143	institution with 10,000 or more total FTE enrollment.									
144										
145	Within the limitations imposed under this subsection, the fee									
146	shall be set at an amount that will generate no more than the									
147	total revenue necessary for the council's operation. The council									
148	shall lower the fee if the total revenue generated is higher									
149	than the total revenue necessary for the council's operation. By									
150	February 15, 2018, and each February 15 thereafter, the council									

Page 6 of 11

Senate, and the Speaker of the House of Representatives. The report must show that the total revenue generated is not higher than the total revenue necessary for the council's operation, must include a justification of staff needed for the council, and must include the number of Florida SARA institutions. All fees collected pursuant to this subsection shall be submitted by the department to the Chief Financial Officer for deposit into a separate account within the Institutional Assessment Trust Fund. Any fee collected by the council pursuant to this subsection is nonrefundable unless paid in error.

- (5) The council may revoke a Florida SARA institution's approval to participate in the SARA if the council determines such institution is not in compliance with the terms and provisions of the SARA.
- (6) A Florida SARA institution may withdraw from participation as a Florida SARA institution by submitting notice of its intent to withdraw to the council, which shall become effective at the beginning of the next academic term after receipt of such notice.
- (7) Decisions of the council are not subject to chapter 120.
- (8) This section does not supersede the requirements in chapter 1005 relating to postsecondary educational institutions under the jurisdiction of the commission.

Page 7 of 11

176	(9) The state board shall adopt rules to implement this
177	section.
178	Section 2. Paragraph (h) is added to subsection (1) of
179	section 1005.06, Florida Statutes, to read:
180	1005.06 Institutions not under the jurisdiction or purview
181	of the commission.—
182	(1) Except as otherwise provided in law, the following
183	institutions are not under the jurisdiction or purview of the
184	commission and are not required to obtain licensure:
185	(h) Any non-Florida institution that has been approved by
186	a member state to participate in the State Authorization
187	Reciprocity Agreement (SARA), as those terms are defined in s.
188	1000.35(2), if the degree programs that may be offered and the
189	activities that may be conducted by such institution in this
190	state are limited to the distance education degree programs and
191	activities provided in and consistent with the terms and
192	provisions of the SARA.
193	Section 3. Subsection (11) of section 1005.31, Florida
194	Statutes, is amended to read:
195	1005.31 Licensure of institutions.—
196	(11) The commission shall establish minimum standards for
197	the approval of agents. The commission may adopt rules to ensure
198	that licensed agents meet these standards and uphold the intent
199	of this chapter. An agent may not solicit prospective students
200	in this state for enrollment in any independent postsecondary

Page 8 of 11

educational institution under the commission's purview or in any out-of-state independent postsecondary educational institution unless the agent has received a license as prescribed by the commission or solicits for a postsecondary educational institution that is not under the jurisdiction of the commission pursuant to s. 1005.06(1)(h).

Section 4. Subsection (1) of section 1010.83, Florida Statutes, is amended, and paragraph (d) is added to subsection (2) of that section, to read:

1010.83 Institutional Assessment Trust Fund.-

- (1) Chapter 99-32, Laws of Florida, re-created the Institutional Assessment Trust Fund to be administered by the Department of Education pursuant to this section and rules of the State Board of Education. The trust fund shall consist of:
- (a) All fees and fines imposed upon nonpublic colleges and schools pursuant to chapter 1005 and this chapter, including all fees collected from nonpublic colleges and schools for participation in the Student Protection Fund pursuant to s.

 1005.37.
- (b) All fees imposed upon nonpublic colleges and schools for participation in the statewide course numbering system pursuant to s. 1007.24.
- (c) All fees collected from institutions for participation in the State Authorization Reciprocity Agreement (SARA) pursuant to s. 1000.35.

Page 9 of 11

2017 CS/CS/HB 859

226

231

240

241

244

250

227 The department shall maintain separate accounts for the 228 operation of the Commission for Independent Education, the 229 Student Protection Fund, the SARA, and the Department of 230 Education all fees and fines imposed upon nonpublic colleges and schools pursuant to this chapter and chapter 1005, including all 232 fees collected from nonpublic colleges and schools for 233 participation in the Student Protection Fund and the statewide 234 course numbering system. The department shall maintain separate 235 accounts for the operation of the Commission for Independent 236 Education; the Student Protection Fund; and the Department of 237 Education. 238 (2) Funds from the trust fund shall be used for purposes 239 including, but not limited to, the following: Expenses authorized by the Department of Education related to the administration of the SARA. 242 Section 5. For the 2017-2018 fiscal year, the sum of 243 \$225,534 in recurring funds is appropriated from the Institutional Assessment Trust Fund to the Department of 245 Education and two full-time equivalent positions with associated 246 salary rate of 110,000 are authorized for the purpose of 247 implementing the requirements of this act. The Division of Law Revision and Information is 248 Section 6. 249 directed to replace the phrase "the effective date of this act"

Page 10 of 11

wherever it occurs in this act with the date this act becomes a

251	<u>law.</u>											
252		Section	7.	This	act	shall	take	effect	upon	becoming	a	law.

Page 11 of 11