House



LEGISLATIVE ACTION

Senate . Comm: WD 04/22/2014

The Committee on Appropriations (Bradley) recommended the following:

Senate Substitute for Amendment (601364) (with title amendment)

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Delete line 44

and insert:

Section 3. Paragraphs (c) through (g) of subsection (3) of section 1009.22, Florida Statutes, are amended to read:

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1009.22 Workforce education postsecondary student fees.-
(3)
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(c) Unless otherwise provided in the General Appropriations

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11 Act, effective July 1, 2014 2011, for programs leading to a 12 career certificate or an applied technology diploma, the standard tuition shall be  $$2.33 \\ \frac{$2.22}{2}$  per contact hour for 13 residents and nonresidents and the out-of-state fee shall be 14 \$6.99 <del>\$6.66</del> per contact hour. For adult general education 15 16 programs, a block tuition of \$45 per half year or \$30 per term 17 shall be assessed for residents and nonresidents, and the out-18 of-state fee shall be \$135 per half year or \$90 per term. Each 19 district school board and Florida College System institution board of trustees shall adopt policies and procedures for the 20 21 collection of and accounting for the expenditure of the block 22 tuition. All funds received from the block tuition shall be used 23 only for adult general education programs. Students enrolled in 24 adult general education programs may not be assessed the fees 25 authorized in subsection (5), subsection (6), or subsection (7). 26 (d) Beginning with the 2008-2009 fiscal year and each year 27 thereafter, the tuition and the out-of-state fee per contact 28 hour shall increase at the beginning of each fall semester at a 29 rate equal to inflation, unless otherwise provided in the 30 General Appropriations Act. The Office of Economic and 31 Demographic Research shall report the rate of inflation to the 32 President of the Senate, the Speaker of the House of 33 Representatives, the Governor, and the State Board of Education

33 Representatives, the Governor, and the state Board of Education 34 each year prior to March 1. For purposes of this paragraph, the 35 rate of inflation shall be defined as the rate of the 12-month 36 percentage change in the Consumer Price Index for All Urban 37 Consumers, U.S. City Average, All Items, or successor reports as 38 reported by the United States Department of Labor, Bureau of 39 Labor Statistics, or its successor for December of the previous

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40 vear. In the event the percentage change is negative, the 41 tuition and out-of-state fee shall remain at the same level as 42 the prior fiscal year. 43 (d) (e) Each district school board and each Florida College System institution board of trustees may adopt tuition and out-44 45 of-state fees that may vary no more than 5 percent below and 5 percent above the combined total of the standard tuition and 46 47 out-of-state fees established in paragraph (c). 48 (e) (f) The maximum increase in resident tuition for any school district or Florida College System institution during the 49 50 2007-2008 fiscal year shall be 5 percent over the tuition 51 charged during the 2006-2007 fiscal year. 52 (f) (g) The State Board of Education may adopt, by rule, the 53 definitions and procedures that district school boards and 54 Florida College System institution boards of trustees shall use 55 in the calculation of cost borne by students. 56 Section 4. Subsection (3) of section 1009.23, Florida 57 Statutes, is amended to read: 58 1009.23 Florida College System institution student fees.-59 (3) (a) Unless otherwise provided in the General 60 Appropriations Act, effective July 1, 2014 2011, for advanced 61 and professional, postsecondary vocational, developmental 62 education, and educator preparation institute programs, the standard tuition shall be \$71.98 <del>\$68.56</del> per credit hour for 63

residents and nonresidents, and the out-of-state fee shall be \$215.94 + 205.82 per credit hour.

(b) <u>Unless otherwise provided in the General Appropriations</u>
 Act, effective July 1, <u>2014</u> <del>2011</del>, for baccalaureate degree
 programs, the following tuition and fee rates shall apply:

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69 1. The tuition shall be \$91.79 <del>\$87.42</del> per credit hour for 70 students who are residents for tuition purposes. 71 2. The sum of the tuition and the out-of-state fee per 72 credit hour for students who are nonresidents for tuition 73 purposes shall be no more than 85 percent of the sum of the 74 tuition and the out-of-state fee at the state university nearest 75 the Florida College System institution. 76 (c) Beginning with the 2008-2009 fiscal year and each year thereafter, the tuition and the out-of-state fee shall increase 77 78 at the beginning of each fall semester at a rate equal to 79 inflation, unless otherwise provided in the General 80 Appropriations Act. The Office of Economic and Demographic 81 Research shall report the rate of inflation to the President of 82 the Senate, the Speaker of the House of Representatives, the 83 Covernor, and the State Board of Education each year prior to 84 March 1. For purposes of this paragraph, the rate of inflation 85 shall be defined as the rate of the 12-month percentage change in the Consumer Price Index for All Urban Consumers, U.S. City 86 87 Average, All Items, or successor reports as reported by the 88 United States Department of Labor, Bureau of Labor Statistics, 89 or its successor for December of the previous year. In the event the percentage change is negative, the tuition and the out-of-90 91 state fee per credit hour shall remain at the same levels as the 92 prior fiscal year. 93 Section 5. Paragraphs (a), (b), and (e) of subsection (4) and paragraph (b) of subsection (16) of section 1009.24, Florida 94 95 Statutes, are amended, to read: 96 1009.24 State university student fees.-

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(4) (a) Unless otherwise provided in the General



98 <u>Appropriations Act</u>, effective July 1, <u>2014</u> <del>2011</del>, the resident 99 undergraduate tuition for lower-level and upper-level coursework 100 shall be <u>\$105.07</u> <del>\$103.32</del> per credit hour.

101 (b) Beginning with the 2008-2009 fiscal year and each year 102 thereafter, the resident undergraduate tuition per credit hour 103 shall increase at the beginning of each fall semester at a rate 104 equal to inflation, unless otherwise provided in the General Appropriations Act. The Office of Economic and Demographic 105 Research shall report the rate of inflation to the President of 106 107 the Senate, the Speaker of the House of Representatives, the 108 Governor, and the Board of Governors each year prior to March 1. 109 For purposes of this paragraph, the rate of inflation shall be 110 defined as the rate of the 12-month percentage change in the 111 Consumer Price Index for All Urban Consumers, U.S. City Average, 112 All Items, or successor reports as reported by the United States 113 Department of Labor, Bureau of Labor Statistics, or its successor for December of the previous year. In the event the 114 percentage change is negative, the resident undergraduate 115 116 tuition shall remain at the same level as the prior fiscal year.

117 (d) (e) The sum of the activity and service, health, and 118 athletic fees a student is required to pay to register for a 119 course may shall not exceed 40 percent of the tuition 120 established in law or in the General Appropriations Act. No 121 university shall be required to lower any fee in effect on the 122 effective date of this act in order to comply with this 123 subsection. Within the 40 percent cap, universities may not 124 increase the aggregate sum of activity and service, health, and 125 athletic fees more than 5 percent per year, or the same 126 percentage increase in tuition authorized under paragraph (a)



127 (b), whichever is greater, unless specifically authorized in law 128 or in the General Appropriations Act. A university may increase 129 its athletic fee to defray the costs associated with changing 130 National Collegiate Athletic Association divisions. Any such 131 increase in the athletic fee may exceed both the 40 percent cap 132 and the 5 percent cap imposed by this subsection. Any such 133 increase must be approved by the athletic fee committee in the 134 process outlined in subsection (12) and may not cannot exceed \$2 135 per credit hour. Notwithstanding the provisions of ss. 1009.534, 136 1009.535, and 1009.536, that portion of any increase in an athletic fee pursuant to this subsection which that causes the 137 138 sum of the activity and service, health, and athletic fees to 139 exceed the 40 percent cap or the annual increase in such fees to 140 exceed the 5 percent cap may shall not be included in 141 calculating the amount a student receives for a Florida Academic 142 Scholars award, a Florida Medallion Scholars award, or a Florida 143 Gold Seal Vocational Scholars award. Notwithstanding this 144 paragraph and subject to approval by the board of trustees, each 145 state university may is authorized to exceed the 5 percent 5-146 percent cap on the annual increase to the aggregate sum of 147 activity and service, health, and athletic fees for the 2010-2011 fiscal year. Any such increase may shall not exceed 15 148 149 percent or the amount required to reach the 2009-2010 fiscal 150 year statewide average for the aggregate sum of activity and 151 service, health, and athletic fees at the main campuses, 152 whichever is greater. The aggregate sum of the activity and 153 service, health, and athletic fees may shall not exceed 40 154 percent of tuition. Any increase in the activity and service fee, health fee, or athletic fee must be approved by the 155

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156 appropriate fee committee pursuant to subsection (10), 157 subsection (11), or subsection (12).

(16) Each university board of trustees may establish a tuition differential for undergraduate courses upon receipt of approval from the Board of Governors. The tuition differential shall promote improvements in the quality of undergraduate education and shall provide financial aid to undergraduate students who exhibit financial need.

(b) Each tuition differential is subject to the following conditions:

1. The tuition differential may be assessed on one or more undergraduate courses or on all undergraduate courses at a state university.

169 2. The tuition differential may vary by course or courses, 170 campus or center location, and by institution. Each university 171 board of trustees shall strive to maintain and increase 172 enrollment in degree programs related to math, science, high 173 technology, and other state or regional high-need fields when 174 establishing tuition differentials by course.

175 3. For each state university that has total research and 176 development expenditures for all fields of at least \$100 million per year as reported annually to the National Science 177 178 Foundation, the aggregate sum of tuition and the tuition 179 differential may not be increased by no more than 6 15 percent 180 of the total charged for the aggregate sum of these fees in the 181 preceding fiscal year. For each state university that has total 182 research and development expenditures for all fields of less 183 than \$100 million per year as reported annually to the National Science Foundation, the aggregate sum of tuition and the tuition 184

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185 differential may not be increased by more than <u>6</u> <del>15</del> percent of 186 the total charged for the aggregate sum of these fees in the 187 preceding fiscal year.

4. The aggregate sum of undergraduate tuition and fees per credit hour, including the tuition differential, may not exceed the national average of undergraduate tuition and fees at 4-year degree-granting public postsecondary educational institutions.

5. The tuition differential <u>may</u> <del>shall</del> not be included in any award under the Florida Bright Futures Scholarship Program established pursuant to ss. 1009.53-1009.538.

6. Beneficiaries having prepaid tuition contracts pursuant to s. 1009.98(2)(b) which were in effect on July 1, 2007, and which remain in effect, are exempt from the payment of the tuition differential.

7. The tuition differential may not be charged to any student who was in attendance at the university before July 1, 2007, and who maintains continuous enrollment.

8. The tuition differential may be waived by the university for students who meet the eligibility requirements for the Florida public student assistance grant established in s. 1009.50.

9. Subject to approval by the Board of Governors, the tuition differential authorized pursuant to this subsection may take effect with the 2009 fall term.

209 Section 6. Subsection (10) of section 1009.98, Florida 210 Statutes, is amended to read:

1009.98 Stanley G. Tate Florida Prepaid College Program.-(10) PAYMENTS ON BEHALF OF QUALIFIED BENEFICIARIES.-(a) As used in this subsection, the term:

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214 1. "Actuarial reserve" means the amount by which the 215 expected value of the assets <u>exceeds</u> <del>exceed</del> the expected value 216 of the liabilities of the trust fund.

2. "Dormitory fees" means the fees included under advance payment contracts pursuant to paragraph (2)(d).

3. "Fiscal year" means the fiscal year of the state pursuant to s. 215.01.

4. "Local fees" means the fees covered by an advance payment contract provided pursuant to subparagraph (2)(b)2.

5. "Tuition differential" means the fee covered by advance payment contracts sold pursuant to subparagraph (2)(b)3. The base rate for the tuition differential fee for the 2012-2013 fiscal year is established at \$37.03 per credit hour. The base rate for the tuition differential in subsequent years is the amount <u>assessed</u> paid by the board for the tuition differential for the preceding year adjusted pursuant to subparagraph (b)2.

(b) Effective with the 2009-2010 academic year and thereafter, and notwithstanding the provisions of s. 1009.24, the amount paid by the board to any state university on behalf of a qualified beneficiary of an advance payment contract whose contract was purchased before July 1, <u>2024</u> <del>2009</del>, shall be:

1. As to registration fees, if the actuarial reserve is 235 236 less than 5 percent of the expected liabilities of the trust 237 fund, the board shall pay the state universities 5.5 percent 238 above the amount assessed for registration fees in the preceding 239 fiscal year. If the actuarial reserve is between 5 percent and 6 240 percent of the expected liabilities of the trust fund, the board shall pay the state universities 6 percent above the amount 241 assessed for registration fees in the preceding fiscal year. If 242

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243 the actuarial reserve is between 6 percent and 7.5 percent of 244 the expected liabilities of the trust fund, the board shall pay 245 the state universities 6.5 percent above the amount assessed for 246 registration fees in the preceding fiscal year. If the actuarial 247 reserve is equal to or greater than 7.5 percent of the expected 248 liabilities of the trust fund, the board shall pay the state 249 universities 7 percent above the amount assessed for 250 registration fees in the preceding fiscal year, whichever is 251 greater.

252 2. As to the tuition differential, if the actuarial reserve is less than 5 percent of the expected liabilities of the trust 253 254 fund, the board shall pay the state universities 5.5 percent 255 above the base rate for the tuition differential fee in the 256 preceding fiscal year. If the actuarial reserve is between 5 257 percent and 6 percent of the expected liabilities of the trust 258 fund, the board shall pay the state universities 6 percent above 259 the base rate for the tuition differential fee in the preceding 260 fiscal year. If the actuarial reserve is between 6 percent and 261 7.5 percent of the expected liabilities of the trust fund, the 262 board shall pay the state universities 6.5 percent above the 263 base rate for the tuition differential fee in the preceding 264 fiscal year. If the actuarial reserve is equal to or greater 265 than 7.5 percent of the expected liabilities of the trust fund, 266 the board shall pay the state universities 7 percent above the 267 base rate for the tuition differential fee in the preceding 268 fiscal year.

3. As to local fees, the board shall pay the state universities 5 percent above the amount assessed for local fees in the preceding fiscal year.

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272 4. As to dormitory fees, the board shall pay the state 273 universities 6 percent above the amount assessed for dormitory 274 fees in the preceding fiscal year. 275 5. Qualified beneficiaries of advance payment contracts 276 purchased before July 1, 2007, are exempt from paying any 277 tuition differential fee. 278 (c) Notwithstanding the amount assessed for registration 279 fees, the tuition differential fee, or local fees, the amount 280 paid by the board to any state university on behalf of a 281 qualified beneficiary of an advance payment contract purchased 282 before July 1, 2024, may not exceed 100 percent of the amount 283 charged by the state university for the aggregate sum of those 284 fees. 285 (d) Notwithstanding the amount assessed for dormitory fees, 286 the amount paid by the board to any state university on behalf 287 of a qualified beneficiary of an advance payment contract 288 purchased before July 1, 2024, may not exceed 100 percent of the 289 amount charged by the state university for dormitory fees. 290 (e) (e) The board shall pay state universities the actual 291 amount assessed in accordance with law for registration fees, 292 the tuition differential, local fees, and dormitory fees for 293 advance payment contracts purchased on or after July 1, 2024 <del>2009</del>. 294 (f) (d) The board shall annually evaluate or cause to be 295 296 evaluated the actuarial soundness of the trust fund. 297 Section 7. Subsection (10) of section 1011.80, Florida

298 Statutes, is amended to read:

299 1011.80 Funds for operation of workforce education 300 programs.-



301 (10) A high school student dually enrolled under s. 1007.271 in a workforce education program operated by a Florida College System institution or school district career center generates the amount calculated for workforce education funding, including any payment of performance funding, and the proportional share of full-time equivalent enrollment generated through the Florida Education Finance Program for the student's enrollment in a high school. If a high school student is dually enrolled in a Florida College System institution program, including a program conducted at a high school, the Florida College System institution earns the funds generated for workforce education funding, and the school district earns the proportional share of full-time equivalent funding from the Florida Education Finance Program. If a student is dually enrolled in a career center operated by the same district as the district in which the student attends high school, that district earns the funds generated for workforce education funding and also earns the proportional share of full-time equivalent funding from the Florida Education Finance Program. If a student is dually enrolled in a workforce education program provided by a career center operated by a different school district, the funds must be divided between the two school districts proportionally from the two funding sources. A student may not be reported for funding in a dual enrollment workforce education program unless the student has completed the basic skills assessment pursuant to s. 1004.91. A student who is coenrolled in a K-12 education program and an adult education program may be reported for purposes of funding in an adult education program. If a student is coenrolled in core curricula courses

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330	for credit recovery or dropout prevention purposes and does not
331	have a pattern of excessive absenteeism or habitual truancy or a
332	history of disruptive behavior in school, the student may be
333	reported for funding for up to two courses per year. Such a
334	student is exempt from the payment of the block tuition for
335	adult general education programs provided in <u>s. 1009.22(3)(c)</u> s.
336	1009.22(3)(d). The Department of Education shall develop a list
337	of courses to be designated as core curricula courses for the
338	purposes of coenrollment.
339	Section 8. This act shall take effect July 1, 2014.
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341	========== T I T L E A M E N D M E N T =================================
342	And the title is amended as follows:
343	Between lines 6 and 7
344	insert:
345	amending ss. 1009.22 and 1009.23, F.S.; revising the
346	standard tuition and out-of-state fees for workforce
347	education postsecondary programs leading to certain
348	certificates and diplomas and certain other programs
349	at Florida College System institutions; deleting a
350	provision relating to an increase in tuition and out-
351	of-state fees at a rate equal to inflation; deleting a
352	requirement that the Office of Economic and
353	Demographic Research annually report the rate of
354	inflation to the Governor, the Legislature, and the
355	State Board of Education; deleting the definition of
356	the term "rate of inflation"; amending s. 1009.24,
357	F.S.; revising the resident undergraduate tuition for
358	lower-level and upper-level coursework; deleting a

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359 provision related to an increase of the resident 360 undergraduate tuition at state universities at a rate 361 equal to inflation; deleting the requirement of the 362 Office of Economic and Demographic Research to annually report the rate of inflation to the Governor, 363 364 the Legislature, and the Board of Governors; deleting 365 the definition of the term "rate of inflation"; 366 conforming provisions to changes made by the act; 367 authorizing a state university board of trustees to 368 increase the aggregate sum of tuition and tuition 369 differential for up to 6 percent of the total charged 370 for the aggregate sum of such fees in the preceding 371 year; amending s. 1009.98, F.S.; redefining the term 372 "tuition differential"; revising the purchase date of 373 an advance payment contract as it relates to the 374 amount paid by the Florida Prepaid College Board to a 375 state university on behalf of a qualified beneficiary; 376 prohibiting the amount of the aggregate sum of 377 registration fees, the tuition differential fee, or 378 local fees paid by the board to a state university on 379 behalf of a qualified beneficiary of an advance 380 payment contract from exceeding a certain percentage 381 of the amount charged by the state university for the 382 aggregate sum of those fees; prohibiting the amount of 383 the dormitory fees paid for by the board to a state 384 university on behalf of a qualified beneficiary of an 385 advance payment contract from exceeding a certain 386 percentage of the amount charged by the state 387 university for those fees; conforming provisions to



388 changes made by the act; amending s. 1011.80, F.S.; 389 conforming a cross-reference;

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