1 A bill to be entitled 2 An act relating to the Stanley G. Tate Florida Prepaid 3 College Program; amending s. 1009.98, F.S.; revising the definition of the term "tuition differential"; 4 5 revising provisions relating to payments the board 6 must pay to state universities on behalf beneficiaries 7 of specified contracts; providing an effective date. 8 Be It Enacted by the Legislature of the State of Florida: 9 10 Section 1. 11 Paragraphs (a) through (f) of subsection (10) of section 1009.98, Florida Statutes, are amended to read: 12 13 1009.98 Stanley G. Tate Florida Prepaid College Program.-(10) PAYMENTS ON BEHALF OF QUALIFIED BENEFICIARIES.-14 As used in this subsection, the term: 15 (a) 16 1. "Actuarial reserve" means the amount by which the 17 expected value of the assets exceeds the expected value of the 18 liabilities of the trust fund. "Dormitory fees" means the fees included under advance 19 2. 20 payment contracts pursuant to paragraph (2)(d). 21 3. "Fiscal year" means the fiscal year of the state 22 pursuant to s. 215.01. 23 4. "Local fees" means the fees covered by an advance 24 payment contract provided pursuant to subparagraph (2)(b)2. 25 "Tuition differential" means the fee covered by advance 5. Page 1 of 5

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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 assessed for the tuition differential for the preceding year adjusted pursuant to subparagraph (b)2.

(b) Effective with the <u>2022-2023</u> <del>2009-2010</del> academic year and thereafter, and notwithstanding 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>2034</u> <del>2024</del>, shall be:

1. As to registration fees, if the actuarial reserve is 37 less than 5 percent of the expected liabilities of the trust 38 39 fund, the board shall pay the state universities 5.5 percent above the amount assessed for registration fees in the preceding 40 41 fiscal year. If the actuarial reserve is between 5 percent and 6 percent of the expected liabilities of the trust fund, the board 42 43 shall pay the state universities 6 percent above the amount assessed for registration fees in the preceding fiscal year. If 44 45 the actuarial reserve is between 6 percent and 7.5 percent of 46 the expected liabilities of the trust fund, the board shall pay the state universities 6.5 percent above the amount assessed for 47 48 registration fees in the preceding fiscal year. If the actuarial 49 reserve is equal to or greater than 7.5 percent of the expected liabilities of the trust fund, the board shall pay the state 50

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51 universities 7 percent above the amount assessed for 52 registration fees in the preceding fiscal year, whichever is 53 greater.

2. As to the tuition differential, if the actuarial 54 55 reserve is less than 5 percent of the expected liabilities of 56 the trust fund, the board shall pay the state universities 5.5 57 percent above the amount assessed base rate for the tuition differential fee in the preceding fiscal year. If the actuarial 58 59 reserve is between 5 percent and 6 percent of the expected liabilities of the trust fund, the board shall pay the state 60 61 universities 6 percent above the amount assessed base rate for the tuition differential fee in the preceding fiscal year. If 62 63 the actuarial reserve is between 6 percent and 7.5 percent of 64 the expected liabilities of the trust fund, the board shall pay 65 the state universities 6.5 percent above the amount assessed 66 base rate for the tuition differential fee in the preceding fiscal year. If the actuarial reserve is equal to or greater 67 68 than 7.5 percent of the expected liabilities of the trust fund, 69 the board shall pay the state universities 7 percent above the 70 amount assessed base rate for the tuition differential fee in 71 the preceding 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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4. As to dormitory fees, the board shall pay the state

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76 universities 6 percent above the amount assessed for dormitory 77 fees in the preceding fiscal year.

78 5. Qualified beneficiaries of advance payment contracts
79 purchased before July 1, 2007, are exempt from paying any
80 tuition differential fee.

(c) Notwithstanding the amount assessed for registration fees, the tuition differential, or local fees, the amount paid by the board to any state university on behalf of a qualified beneficiary of an advance payment contract purchased before <u>July 1, 2034</u> <del>July 1, 2024</del>, may not exceed 100 percent of the amount charged by the state university for the aggregate sum of those fees.

(d) Notwithstanding the amount assessed for dormitory fees, the amount paid by the board to any state university on behalf of a qualified beneficiary of an advance payment contract purchased before <u>July 1, 2034</u> <del>July 1, 2024</del>, may not exceed 100 percent of the amount charged by the state university for dormitory fees.

94 (e) Notwithstanding the number of credit hours used by a 95 state university to assess the amount for registration fees, 96 tuition, tuition differential, or local fees, the amount paid by 97 the board to any state university on behalf of a qualified 98 beneficiary of an advance payment contract purchased before <u>July</u> 99 <u>1, 2034</u> <del>July 1, 2024</del>, may not exceed the number of credit hours 100 taken by that qualified beneficiary at the state university.

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(f) The board shall pay state universities the actual amount assessed in accordance with law for registration fees, the tuition differential, local fees, and dormitory fees for advance payment contracts purchased on or after <u>July 1, 2034</u> <u>July 1, 2024</u>.

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Section 2. This act shall take effect July 1, 2024.

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