



100TH GENERAL ASSEMBLY

State of Illinois

2017 and 2018

SB2559

Introduced 2/6/2018, by Sen. Steve Stadelman

SYNOPSIS AS INTRODUCED:

110 ILCS 205/14 new

Amends the Board of Higher Education Act. Provides that, beginning with the 2019-2020 academic year, the Board of Higher Education shall develop a 3-year education loan information pilot program for use by each public institution of higher education that enrolls students who are eligible to receive financial aid. Defines "education loan". Provides that the program shall require that each public institution of higher education that receives education loan information for a student enrolled at the institution provide annually to the student or the parent or guardian of the student certain information relating to the education loans. Provides that a public institution of higher education is not liable for any representations made during the pilot program. Repeals the provision on June 1, 2023.

LRB100 18197 AXK 33398 b

FISCAL NOTE ACT
MAY APPLY

STATE MANDATES
ACT MAY REQUIRE
REIMBURSEMENT

1 AN ACT concerning education.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The Board of Higher Education Act is amended by
5 adding Section 14 as follows:

6 (110 ILCS 205/14 new)

7 Sec. 14. Education loan information pilot program.

8 (a) In this Section, "education loan" means any State or
9 federal education loan or other loan used primarily to finance
10 a postsecondary education and costs of attendance at a public
11 institution of higher education, including, but not limited to,
12 tuition, fees, books and supplies, room and board,
13 transportation, and miscellaneous personal expenses.

14 (b) Beginning with the 2019-2020 academic year, the Board
15 shall develop a 3-year education loan information pilot program
16 for use by each public institution of higher education that
17 enrolls students who are eligible to receive financial aid. The
18 program shall require that each public institution of higher
19 education that receives education loan information for a
20 student enrolled at the institution provide annually to the
21 student or the parent or guardian of the student the following
22 information:

23 (1) An estimate of the total amount of education loans

1 taken out by the student or the parent or guardian.

2 (2) An estimate of (i) the potential total payoff
3 amount of the incurred education loans or a range of the
4 total payoff amount and (ii) monthly repayment amounts that
5 a similarly situated borrower may incur for the amount of
6 loans the student or the parent or guardian has taken out
7 at the time the information is provided, including
8 principal and interest amounts.

9 (3) The percentage of the borrowing limit the student
10 or the parent or guardian has reached at the time the
11 information is provided.

12 (4) Any financial resources available to the student or
13 the parent or guardian.

14 The information provided under this subsection (b) may
15 include a statement that the estimates and ranges are general
16 in nature and are not meant as a guarantee or promise of the
17 actual projected amount.

18 (c) A public institution of higher education is not liable
19 for any representations made during the pilot program.

20 (d) This Section is repealed on June 1, 2023.