



Sen. Edward D. Maloney

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LRB097 09993 NHT 53383 a

1 AMENDMENT TO SENATE BILL 1798

2 AMENDMENT NO. _____. Amend Senate Bill 1798, AS AMENDED,
3 by replacing everything after the enacting clause with the
4 following:

5 "Section 5. The Eastern Illinois University Law is amended
6 by adding Section 10-92 as follows:

7 (110 ILCS 665/10-92 new)

8 (Section scheduled to be repealed on July 1, 2019)

9 Sec. 10-92. Tuition waiver limitation pilot program.

10 (a) The General Assembly makes all of the following
11 findings:

12 (1) Both access and affordability are important points
13 in the Illinois Public Agenda for College and Career
14 Success.

15 (2) This State is in the top quartile with respect to
16 the percentage of family income needed to pay for college.

1 (3) Research suggests that as loan amounts increase,
2 versus grants-in-aid, the probability of college
3 attendance decreases.

4 (4) There is further research indicating socioeconomic
5 status may affect the willingness of students to use loans
6 to attend college.

7 (5) Strategic use of tuition waivers will decrease the
8 amount of loans that students must use to pay for tuition.

9 (6) A modest, individually tailored tuition waiver can
10 make the difference in choosing to attend college and would
11 enhance college access for low (up to 150% of the federal
12 poverty level) and middle income (151% to 300% of the
13 federal poverty level) families.

14 (7) Even if the federally calculated financial need for
15 college attendance is met, the federally determined
16 Expected Family Contribution can still be a daunting
17 amount.

18 (8) This State is the second largest exporter of
19 students in the country.

20 (9) Illinois students need to be kept in this State.
21 State universities in other states have adopted pricing and
22 incentives that make college expenses for residents of this
23 State less than in this State.

24 (10) A mechanism is needed to stop the outflow of
25 Illinois students to institutions in other states,
26 assisting in State efforts to maintain and educate a highly

1 trained workforce.

2 (11) By being competitive on costs of attendance, this
3 State can bring out-of-state students to this State.

4 (12) The pilot program established under this Section
5 will allow Eastern Illinois University to compete for
6 highly qualified students who may reside in other states by
7 mitigating the effect of cost differences.

8 (13) Modest tuition waivers, individually targeted and
9 tailored, result in enhanced revenue for university
10 programs.

11 (14) By increasing Eastern Illinois University's
12 capacity to strategically use tuition waivers, the
13 University will be capable of creating enhanced tuition
14 revenue by increasing enrollment yields.

15 (15) The Board of Higher Education's current
16 institutional tuition waiver limitation is 3% of total
17 available undergraduate tuition revenue.

18 (b) The Board shall establish a pilot program to increase
19 the Board of Higher Education's institutional tuition waiver
20 limitation for the university over a 4-year period to increase
21 access to college and make college more affordable for
22 undergraduate students. Under the pilot program, the
23 institutional tuition waiver limitation shall be increased by 2
24 percentage points in the 2012-2013 academic year, 2 percentage
25 points in the 2013-2014 academic year, 2 percentage points in
26 the 2014-2015 academic year, and one percentage point in the

1 2015-2016 academic year, resulting in an institutional tuition
2 waiver limitation of 10% in the fourth year of the pilot
3 program.

4 (c) The pilot program shall require that students who
5 receive a tuition waiver under the pilot program be accepted to
6 the university through normal admissions standards and
7 processes. Individual tuition waivers granted under the pilot
8 program must not exceed \$2,500 per academic year. The pilot
9 program shall provide a maximum of one waiver per academic year
10 for a maximum of 4 years to each student in the pilot program
11 who maintains satisfactory academic progress. The pilot
12 program shall be terminated after the 2015-2016 academic year,
13 with no new students receiving waivers. However,
14 notwithstanding the Board of Higher Education's institutional
15 tuition waiver limitation, existing students receiving waivers
16 under the pilot program are eligible to maintain those waivers,
17 with satisfactory academic progress, under the 4-year
18 limitation, after the 2015-2016 academic year due to
19 maintenance of effort within their 4-year window. Sunset dates
20 for waiver support shall be based upon the first academic year
21 in which a student receives a waiver. The sunset dates are as
22 follows for each annual cohort of pilot program participants:

23 (1) Cohort 1: the beginning year is 2012-2013 and the
24 terminal year is 2015-2016.

25 (2) Cohort 2: the beginning year is 2013-2014 and the
26 terminal year is 2016-2017.

1 (3) Cohort 3: the beginning year is 2014-2015 and the
2 terminal year is 2017-2018.

3 (4) Cohort 4: the beginning year is 2015-2016 and the
4 terminal year is 2018-2019.

5 (d) The Board shall annually report to the Board of Higher
6 Education on the pilot program's impact on tuition revenue,
7 enrollment goals, and increasing access and affordability on
8 such dates as the Board of Higher Education shall determine.

9 (e) The Board of Higher Education may adopt any rules that
10 are necessary to implement this Section.

11 (f) This Section is repealed on July 1, 2019.

12 Section 99. Effective date. This Act takes effect July 1,
13 2011.".