



## 100TH GENERAL ASSEMBLY

### State of Illinois

2017 and 2018

HB5067

by Rep. Nick Sauer

#### SYNOPSIS AS INTRODUCED:

105 ILCS 426/15  
105 ILCS 426/20  
105 ILCS 426/30  
110 ILCS 1005/1.5 new  
110 ILCS 1010/11

from Ch. 144, par. 241

Amends the Private Business and Vocational Schools Act of 2012, the Private College Act, and the Academic Degree Act. Defines "religious institution" in these Acts. Provides that any religious institution (instead of any institution devoted entirely to the teaching of religion or theology) shall not be considered to be a private business and vocational school; makes related changes. Provides that no religious institution shall be subject to the educational requirements, standards, or demands contained in the Private College Act or the Academic Degree Act or in those Acts' administrative rules, and requires a religious institution to notify each of its students in writing that the religious degree being earned or course work earned at a religious, non-accredited, post-secondary educational institution may not transfer to other institutions.

LRB100 20693 AXK 36151 b

FISCAL NOTE ACT  
MAY APPLY

A BILL FOR

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 Private Business and Vocational Schools Act  
5 of 2012 is amended by changing Sections 15, 20, and 30 as  
6 follows:

7 (105 ILCS 426/15)

8 Sec. 15. Definitions. As used in this Act, unless the  
9 context otherwise requires:

10 "Board" means the Board of Higher Education established  
11 under the Board of Higher Education Act.

12 "Certificate of completion" or "certificate" means any  
13 designation, appellation, series of letters or words, or other  
14 symbol that signifies or purports to signify that the recipient  
15 thereof has satisfactorily completed a private business and  
16 vocational school's program of study that is beyond the  
17 secondary school level, but not a post-secondary degree program  
18 at the associate, baccalaureate, master's, doctoral, or  
19 post-baccalaureate, professional degree level.

20 "Chief managing employee" is the individual who is the head  
21 administrator or supervisor at a school's principal location.

22 "Educational institution" or "institution" means an  
23 organization that promotes business and vocational education,

1 even though the institution's principal effort may not be  
2 exclusively educational in nature.

3 "Enrollment agreement" means any agreement or instrument,  
4 however named, that creates or evidences an obligation binding  
5 a student to purchase a program of study from a school.

6 "Non-degree program of study" or "program of study" means  
7 any designation, appellation, series of letters or words, or  
8 other symbol that signifies or purports to signify that the  
9 recipient has satisfactorily completed an organized academic  
10 program of study beyond the secondary school level, such as a  
11 certificate, but below the associate's degree level and that  
12 does not include any recognized degree program such as an  
13 associate's, baccalaureate, master's, or doctoral degree, a  
14 post-baccalaureate, professional degree, or a post-degree  
15 certificate, such as a post-baccalaureate certificate,  
16 post-master's certificate, or post-doctoral certificate.

17 "Program of study" as used in this definition means any  
18 academic program beyond the secondary school level, except for  
19 a program offered by a religious institution ~~that is devoted~~  
20 ~~entirely to religion or theology~~, a program offered by an  
21 institution operating under the authority of the Private  
22 College Act, the Academic Degree Act, or the Board of Higher  
23 Education Act, or a program of study of less than one year in  
24 length operating under the statutory authority granted to the  
25 Department of Financial and Professional Regulation.

26 "Permit of approval" means a non-transferable permit,

1 issued by and pursuant to the authority of the Board of Higher  
2 Education through its Division of Private Business and  
3 Vocational Schools to a private business and vocational school  
4 in the name of the school, that authorizes the school to  
5 solicit students and to offer and maintain one or more courses  
6 of instruction in compliance with the provisions of this Act  
7 and such standards and rules as may be adopted by the Board.

8 "Private business and vocational school" or "school" means  
9 an educational institution privately owned or operated by a  
10 person, partnership, corporation, or other entity offering  
11 courses of instruction for which tuition is charged, whether  
12 such courses of instruction are offered on site, through  
13 correspondence, by distance education, or by other methods, to  
14 prepare individuals to do any of the following:

15 (1) To follow a trade or artistic occupation.

16 (2) To pursue a manual, mechanical, technical,  
17 industrial, business, commercial, office, personal service  
18 (other than nursing), or other non-professional  
19 occupation.

20 (3) To follow a profession, if the profession is not  
21 subject to licensing or registration under any existing  
22 State statute requiring the licensing or registration of  
23 persons practicing such profession or if the school is not  
24 subject to the regulation of the agency with such licensing  
25 or registration authority.

26 (4) To improve, enhance, or add to the skills and

1 abilities of the individual relative to occupational  
2 responsibilities or career opportunities.

3 "Religious education" means education in primarily  
4 religious subjects. The term may also include secular subjects  
5 so long as the education incorporates significant religious or  
6 faith-based instruction and is part of a comprehensive  
7 educational program to equip the student to integrate his or  
8 her religion or faith into his or her career or work.

9 "Religious institution" means any private post-secondary  
10 educational institution dedicated, in its articles of  
11 incorporation, affidavit under the Religious Corporation Act,  
12 charter, or bylaws, to religious education and actually engaged  
13 exclusively in religious education. A religious institution  
14 may be independent or may operate under the control or  
15 supervision of or as an integrated part of any church,  
16 denomination, association of religious assemblies, or  
17 religious hierarchy.

18 In the event that the changes made to this Section by this  
19 amendatory Act of the 100th General Assembly conflict with any  
20 other provisions of this Act, the changes shall supersede the  
21 other provisions.

22 (Source: P.A. 97-650, eff. 2-1-12.)

23 (105 ILCS 426/20)

24 Sec. 20. Permit of approval. No person or group of persons  
25 subject to this Act may establish and operate or be permitted

1 to become incorporated for the purpose of operating a private  
2 business and vocational school without obtaining from the Board  
3 a permit of approval, provided that a permit of approval is not  
4 required for a program offered by a religious institution ~~that~~  
5 ~~is devoted entirely to religion or theology~~ or a program  
6 offered by an institution operating under the authority of the  
7 Private College Act, the Academic Degree Act, or the Board of  
8 Higher Education Act. Application for a permit must be made to  
9 the Board upon forms furnished by it. Permits of approval are  
10 not transferable. Whenever a change of ownership of a school  
11 occurs, an application for a permit of approval for the school  
12 under the changed ownership must immediately be filed with the  
13 Board. Whenever an owner, partnership, or corporation operates  
14 a school at different locations, an application for a permit of  
15 approval must be filed for each location. A school must have  
16 approval prior to operating at a location and must make  
17 application to the Board for any change of location and for a  
18 classroom extension at a new or changed location. Each  
19 application required to be filed in accordance with the  
20 provisions of this Section must be accompanied by the required  
21 fee under the provisions of Sections 75 and 85 of this Act, and  
22 all such applications must be made on forms prepared and  
23 furnished by the Board. The permit of approval must be  
24 prominently displayed at some place on the premises of the  
25 school at each school location open to the inspection of all  
26 interested persons. The Board shall maintain, open to public

1 inspection, a list of schools, their classroom extensions, and  
2 their courses of instruction approved under this Act and may  
3 annually publish such a list. Issuance of the permit of  
4 approval by the Board does not denote that the school or any  
5 program offered by the school is recommended, guaranteed, or  
6 endorsed by the Board or that the Board is responsible for the  
7 quality of the school or its programs, and no school may  
8 communicate this to be the case. No guarantee of employability  
9 of school graduates is made by the Board in its approval of  
10 programs or schools, and no school may communicate such  
11 information.

12 In the event that the changes made to this Section by this  
13 amendatory Act of the 100th General Assembly conflict with any  
14 other provisions of this Act, the changes shall supersede the  
15 other provisions.

16 (Source: P.A. 97-650, eff. 2-1-12.)

17 (105 ILCS 426/30)

18 Sec. 30. Exemptions. For purposes of this Act, the  
19 following shall not be considered to be a private business and  
20 vocational school:

21 (1) Any religious institution ~~devoted entirely to the~~  
22 ~~teaching of religion or theology.~~

23 (2) Any in-service program of study and subject offered  
24 by an employer, provided that no tuition is charged and the  
25 instruction is offered only to employees of the employer.

1           (3) Any educational institution that (A) enrolls a  
2 majority of its students in degree programs and has  
3 maintained an accredited status with a regional  
4 accrediting agency that is recognized by the U.S.  
5 Department of Education or (B) enrolls students in one or  
6 more bachelor-level programs, enrolls a majority of its  
7 students in degree programs, and is accredited by a  
8 national or regional accrediting agency that is recognized  
9 by the U.S. Department of Education or that (i) is  
10 regulated by the Board under the Private College Act or the  
11 Academic Degree Act or is exempt from such regulation under  
12 either the Private College Act or the Academic Degree Act  
13 solely for the reason that the educational institution was  
14 in operation on the effective date of either the Private  
15 College Act or the Academic Degree Act or (ii) is regulated  
16 by the State Board of Education.

17           (4) Any institution and the franchisees of that  
18 institution that exclusively offer a program of study in  
19 income tax theory or return preparation at a total contract  
20 price of no more than \$400, provided that the total annual  
21 enrollment of the institution for all such courses of  
22 instruction exceeds 500 students and further provided that  
23 the total contract price for all instruction offered to a  
24 student in any one calendar year does not exceed \$3,000.

25           (5) Any person or organization selling mediated  
26 instruction products through a media, such as tapes,



1 compact discs, digital video discs, or similar media, so  
2 long as the instruction is not intended to result in the  
3 acquisition of training for a specific employment field, is  
4 not intended to meet a qualification for licensure or  
5 certification in an employment field, or is not intended to  
6 provide credit that can be applied toward a certificate or  
7 degree program.

8 (6) Schools with no physical presence in this State.  
9 Schools offering instruction or programs of study, but that  
10 have no physical presence in this State, are not required  
11 to receive Board approval. Such an institution must not be  
12 considered not to have a physical presence in this State  
13 unless it has received a written finding from the Board  
14 that it has a limited physical presence. In determining  
15 whether an institution has no physical presence, the Board  
16 shall require all of the following:

17 (A) Evidence of authorization to operate in at  
18 least one other state and that the school is in good  
19 standing with that state's authorizing agency.

20 (B) Evidence that the school has a means of  
21 receiving and addressing student complaints in  
22 compliance with any federal or state requirements.

23 (C) Evidence that the institution is providing no  
24 instruction in this State.

25 (D) Evidence that the institution is not providing  
26 core academic support services, including, but not

1 limited to, admissions, evaluation, assessment,  
2 registration, financial aid, academic scheduling, and  
3 faculty hiring and support in this State.

4 (7) A school or program within a school that  
5 exclusively provides yoga instruction, yoga teacher  
6 training, or both.

7 In the event that the changes made to this Section by this  
8 amendatory Act of the 100th General Assembly conflict with any  
9 other provisions of this Act, the changes shall supersede the  
10 other provisions.

11 (Source: P.A. 99-705, eff. 1-1-17.)

12 Section 10. The Private College Act is amended by adding  
13 Section 1.5 as follows:

14 (110 ILCS 1005/1.5 new)

15 Sec. 1.5. Exemption from Act and rules; religious  
16 institution.

17 (a) The purpose of this Section is to allow private  
18 religious institutions to create and provide post-secondary  
19 religious education, with the authority to grant degrees,  
20 without being burdened by secular educational regulations and  
21 thereby:

22 (1) eliminate this State's entanglement with religious  
23 matter;

24 (2) eliminate this State's conflict with religious

1 institutions' missions;

2 (3) decrease expenses to this State associated with the  
3 enforcement of secular educational regulations;

4 (4) recognize the constitutional liberty of religious  
5 institutions to direct religious education as they see fit;

6 (5) recognize the constitutional liberty of students,  
7 faculty, and other persons to attend, teach at, or  
8 otherwise interact with religious institutions that are  
9 free from government oversight or control;

10 (6) allow students and their families greater and more  
11 affordable educational options;

12 (7) increase commerce in this State by attracting  
13 students from other states who wish to obtain religious  
14 education; and

15 (8) increase commerce in this State by reducing the  
16 number of State residents who leave this State to obtain  
17 religious education outside of this State.

18 (b) In this Section:

19 "Religious education" means education in primarily  
20 religious subjects. The term may also include secular subjects  
21 so long as the education incorporates significant religious or  
22 faith-based instruction and is part of a comprehensive  
23 educational program to equip the student to integrate his or  
24 her religion or faith into his or her career or work.

25 "Religious institution" means any private post-secondary  
26 educational institution dedicated, in its articles of

1 incorporation, affidavit under the Religious Corporation Act,  
2 charter, or bylaws, to religious education and actually engaged  
3 exclusively in religious education. A religious institution  
4 may be independent or may operate under the control or  
5 supervision of or as an integrated part of any church,  
6 denomination, association of religious assemblies, or  
7 religious hierarchy.

8 (c) No religious institution is subject to the educational  
9 requirements, standards, or demands contained in this Act. No  
10 religious institution is subject to the educational  
11 requirements, standards, or demands contained in Part 1030 of  
12 Title 23 of the Illinois Administrative Code. A religious  
13 institution must notify each of its students in writing that  
14 the religious degree being earned or course work earned at a  
15 religious, non-accredited, post-secondary educational  
16 institution may not transfer to other institutions.

17 (d) In the event that this Section conflicts with any other  
18 provisions of this Act or of Part 1030 of Title 23 the Illinois  
19 Administrative Code, this Section shall supersede the other  
20 provisions.

21 Section 15. The Academic Degree Act is amended by changing  
22 Section 11 as follows:

23 (110 ILCS 1010/11) (from Ch. 144, par. 241)

24 Sec. 11. Exemptions.

1        (a) This Act shall not apply to any school or educational  
2 institution regulated or approved under the Nurse Practice Act.

3        (b) This Act shall not apply to any of the following:

4            (1) ~~(a)~~ in-training programs by corporations or other  
5 business organizations for the training of their  
6 personnel;

7            (2) ~~(b)~~ education or other improvement programs by  
8 business, trade and similar organizations and associations  
9 for the benefit of their members only; or

10           (3) ~~(c)~~ apprentice or other training programs by labor  
11 unions.

12        (c) The purpose of this subsection (c) is to allow private  
13 religious institutions to create and provide post-secondary  
14 religious education, with the authority to grant degrees,  
15 without being burdened by secular educational regulations and  
16 thereby:

17           (1) eliminate this State's entanglement with religious  
18 matter;

19           (2) eliminate this State's conflict with religious  
20 institutions' missions;

21           (3) decrease expenses to this State associated with the  
22 enforcement of secular educational regulations;

23           (4) recognize the constitutional liberty of religious  
24 institutions to direct religious education as they see fit;

25           (5) recognize the constitutional liberty of students,  
26 faculty, and other persons to attend, teach at, or

1 otherwise interact with religious institutions that are  
2 free from government oversight or control;

3 (6) allow students and their families greater and more  
4 affordable educational options;

5 (7) increase commerce in this State by attracting  
6 students from other states who wish to obtain religious  
7 education; and

8 (8) increase commerce in this State by reducing the  
9 number of State residents who leave this State to obtain  
10 religious education outside of this State.

11 In this subsection (c):

12 "Religious education" means education in primarily  
13 religious subjects. The term may also include secular subjects  
14 so long as the education incorporates significant religious or  
15 faith-based instruction and is part of a comprehensive  
16 educational program to equip the student to integrate his or  
17 her religion or faith into his or her career or work.

18 "Religious institution" means any private post-secondary  
19 educational institution dedicated, in its articles of  
20 incorporation, affidavit under the Religious Corporation Act,  
21 charter, or bylaws, to religious education and actually engaged  
22 exclusively in religious education. A religious institution  
23 may be independent or may operate under the control or  
24 supervision of or as an integrated part of any church,  
25 denomination, association of religious assemblies, or  
26 religious hierarchy.

1       No religious institution is subject to the educational  
2 requirements, standards, or demands contained in this Act. No  
3 religious institution is subject to the educational  
4 requirements, standards, or demands contained in Part 1030 of  
5 Title 23 of the Illinois Administrative Code. A religious  
6 institution must notify each of its students in writing that  
7 the religious degree being earned or course work earned at a  
8 religious, non-accredited, post-secondary educational  
9 institution may not transfer to other institutions.

10       In the event that this subsection (c) conflicts with any  
11 other provisions of this Act or of Part 1030 of Title 23 the  
12 Illinois Administrative Code, this subsection (c) shall  
13 supersede the other provisions.

14       (Source: P.A. 95-639, eff. 10-5-07.)