House Bill 2297

Ordered printed by the Speaker pursuant to House Rule 12.00A (5). Presession filed (at the request of House Interim Committee on Education)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced.**

Allows qualified student to apply Oregon Opportunity Grant moneys toward certain for-profit post-secondary institutions.

1 A BILL FOR AN ACT

- 2 Relating to the Oregon Opportunity Grant Program; creating new provisions; and amending ORS 348.005, 348.180, 348.183 and 348.205.
- Be It Enacted by the People of the State of Oregon:
 - **SECTION 1.** ORS 348.180 is amended to read:
- 6 348.180. As used in this section and ORS 348.183, 348.186, 348.205, 348.230, 348.250 and 348.260:
- 7 (1) "Cost of education" includes but is not limited to, tuition, fees and living expenses.
- 8 (2) "Eligible post-secondary institution" means:
- 9 (a) A state institution under the direction of the State Board of Higher Education;
- 10 (b) A community college operated under ORS chapter 341;
- 11 (c) The Oregon Health and Science University; [or]
 - (d) An Oregon-based, generally accredited, not-for-profit institution of higher education[.]; or
 - (e) For the purpose of an Oregon Opportunity Grant awarded under ORS 348.260, an Oregon-based generally accredited for-profit institution of higher education.
 - (3) "Qualified student" means any resident student who plans to attend an eligible postsecondary institution and who:
 - (a) Has not achieved a baccalaureate or higher degree from any post-secondary institution;
 - (b) Is enrolled in an eligible program as defined by rule of the Oregon Student Assistance Commission; and
 - (c) Is making satisfactory academic progress as defined by rule of the commission.
 - **SECTION 2.** ORS 348.205 is amended to read:
 - 348.205. (1) The Oregon Opportunity Grant program is established within the Oregon Student Assistance Commission.
 - (2) Under the program, the cost of education of a qualified student shall be shared by the student, the family of the student, the federal government and the state.
 - (3) The commission shall determine the cost of education of a qualified student based on the type of eligible post-secondary institution the student is attending. The cost of education equals:
 - (a) For a student attending a community college, the average cost of education of attending a community college in this state;
 - (b) For a student attending an institution under the direction of the State Board of Higher Education, the average cost of education of attending an institution under the direction of the board;

NOTE: Matter in **boldfaced** type in an amended section is new; matter [italic and bracketed] is existing law to be omitted. New sections are in **boldfaced** type.

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- (c) For a student attending a two-year Oregon-based, generally accredited[, not-for-profit] institution of higher education, the average cost of education of attending a community college in this state; and
- (d) For a student attending the Oregon Health and Science University or a four-year Oregonbased, generally accredited, not-for-profit institution of higher education, the average cost of education of attending an institution under the direction of the board.
- (4)(a) The commission shall determine the amount of the student share. The student share shall be based on:
 - (A) The type of eligible post-secondary institution the student is attending;
- (B) The number of hours of work that the commission determines may be reasonably expected from the student; and
- (C) The amount of loans that the commission determines would constitute a manageable debt burden for the student.
- (b) The student shall determine how to cover the student share through income from work, loans, savings and scholarships.
- (c) The student share for a student who attends a community college may not exceed the amount that the commission determines a student may earn based on the number of hours of work reasonably expected from the student under paragraph (a) of this subsection.
- (d) The student share for a student who attends an eligible post-secondary institution that is not a community college may not exceed the sum of the amount that the commission determines a student may receive as loans plus the amount a student may earn based on the number of hours of work reasonably expected from the student under paragraph (a) of this subsection.
- (5) The commission shall determine the amount of the family share. The family share shall be based on the resources of the family.
- (6) The commission shall determine the amount of the federal share based on how much the student or the student's family is expected to receive from the federal government as grants, loans, tax credits or other student assistance.
- (7)(a) The commission shall determine the amount of the state share. The state share shall be equal to the cost of education reduced by the student share, family share and amount received by the student from the federal government.
- (b) The commission shall establish a minimum amount that a student may receive as a state share. If the commission determines that the amount of the state share of a student is below the minimum amount, the student may not receive the state share.
- (c) In determining the amount of the state share, the commission shall consider the total amount available to award as grants to all qualified students. If the commission must reduce the amount of the state share under this paragraph, the commission may not reduce the amount of the state share awarded to students in the low income range in a greater proportion than the amount that the state share for students in other income ranges is reduced.
- SECTION 3. The amendments to ORS 348.180 and 348.205 by sections 1 and 2 of this 2011 Act first apply to Oregon Opportunity Grants awarded for the 2012-13 academic year.
 - **SECTION 4.** ORS 348.005 is amended to read:
 - 348.005. (1) The Legislative Assembly finds that:
- (a) The State of Oregon can achieve its full economic and social potential only if all Oregonians have the opportunity to contribute to the full extent of their capabilities and only when financial barriers to their educational goals are removed;

- (b) All Oregonians who meet the appropriate admissions requirements should be able to attend any community college, state institution of higher education or independent not-for-profit institution of post-secondary education regardless of individual economic or social circumstances;
- (c) The interests of this state are best served when public subsidies supporting college students are distributed fairly, equitably and consciously to ensure maximum access and choice for all Oregonians at the least cost to the taxpayers;
- (d) Need-based student financial aid is an effective, efficient and essential means of assisting Oregonians who are unable to afford the full cost of higher education;
- (e) Student financial aid allows Oregonians with limited resources to select academic programs based on their interests, aptitudes and career goals;
- (f) Student financial aid encourages and permits capable and promising Oregonians to persist in their education and training within this state; and
- (g) By assisting Oregonians in this manner, student financial aid contributes to the quality of life of each Oregonian and to the social, cultural and economic well-being of all Oregonians.
- (2) It is the intention of the Legislative Assembly to establish financial assistance programs to enable qualified Oregonians who need student aid to obtain post-secondary education in Oregon's community colleges, state institutions of higher education or independent [not-for-profit] institutions of post-secondary education.

SECTION 5. ORS 348.183 is amended to read:

348.183. The Legislative Assembly recognizes:

- (1) That an investment in educational opportunities for all Oregonians is an investment in a strong and stable economy and greater personal opportunities;
- (2) That the single largest barrier to attending an institution of higher education is lack of finances;
- (3) That keeping higher education affordable requires a shared effort and partnership by students, family, the federal government, state government and private philanthropy;
- (4) The broad and diverse range of quality post-secondary educational services provided by Oregon's institutions of higher education, including Oregon's community colleges, state institutions and independent [not-for-profit] institutions of higher education; and
- (5) The positive effects on Oregon's citizens, families and economy of encouraging talented and hardworking students to stay in Oregon to pursue a post-secondary education.