

2015 Regular Session

HOUSE BILL NO. 66

BY REPRESENTATIVE CARMODY

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

STUDENT/TUITION: Provides for setting tuition and fees at public postsecondary education institutions

1 AN ACT

2 To enact Part I of Chapter 5 of Title 17 of the Louisiana Revised Statutes of 1950, to be
3 comprised of R.S. 17:1651, to repeal R.S. 17:1501.2, 1835, 1855, 1855.1, 1871(C),
4 1997.1, 1997.2, 2136, 3129.5, 3139.5(1) through (4), 3223(B)(5), 3351(A)(5),
5 3351.1, 3351.3, 3351.5 through 3351.15, 3351.17, 3351.18, and 3351.19, and to
6 redesignate R.S. 17:3139.5(5) and (6), relative to tuition and fees at public
7 postsecondary education institutions; to authorize each institution to establish tuition
8 and fees charged to its students; to provide for the continuation of existing tuition
9 and fees; to eliminate the grant of tuition and fee autonomies under the Louisiana
10 Granting Resources and Autonomy for Diplomas (GRAD) Act; and to provide for
11 related matters.

12 Be it enacted by the Legislature of Louisiana:

13 Section 1. Part I of Chapter 5 of Title 17 of the Louisiana Revised Statutes of 1950,
14 to be comprised of R.S. 17:1651, is hereby enacted to read as follows:

15 Part I. Tuition and Fees

16 §1651. Tuition and fees; authority to set; continuation of established tuition and fees

17 A.(1) Each institution of public postsecondary education may establish the
18 tuition and fees that it charges students attending the institution.

19 B. The establishment of tuition and fees includes the authority to provide the
20 following:

1 (1) A base tuition and enhancements or supplements thereto for each unit or
2 program of the institution including postbaccalaureate programs.

3 (2) Differential tuition that deviates from base tuition rates for certain
4 courses or for courses based on a student's major or study program.

5 (3) Tiered tuition for students who enter in different years.

6 (4) Proportional tuition for students who are part-time and for students
7 enrolled for summer terms or for intersession terms.

8 (5) Per-credit-hour tuition. The total amount charged on a per-credit-hour
9 basis shall not exceed the maximum amounts for full-time status.

10 (6) Online, virtual, or distance education tuition.

11 (7) Tuition incentives in the form of financial credits or discounts if students
12 commit to meeting certain goals such as graduating early or not taking remedial or
13 repeat courses.

14 (8) Waivers in cases of financial hardship. Information relative to such
15 waivers and the criteria for waiving the tuition and fees authorized shall be made
16 available to all prospective students in a timely manner such that each student is
17 informed of the availability of a waiver prior to the student making a final decision
18 concerning attendance.

19 C.(1) Each institution of public postsecondary education shall establish a
20 procedure for setting the amount of tuition and fees and shall comply with its
21 procedure in setting such amounts. The procedure shall include at least one public
22 hearing on a proposed increase or new tuition or fee, with a minimum thirty-day
23 notice of such hearing.

24 (2)(a) Tuition attributable to any increase or new tuition approved or
25 implemented by an institution after December 1, 2015, shall not be payable by the
26 state under the Taylor Opportunity Program for Students.

27 (b) No increase in tuition or new tuition or fee shall become effective during
28 an ongoing semester or term.

1 (3) The fees to which this Subsection applies are only those fees that are
2 charges assessed for the provision of higher education to the student.

3 D. The annual tuition and mandatory attendance fee amounts applicable to
4 nonresident students at an institution shall be at least equal to the average amount of
5 annual tuition and mandatory attendance fees for the ensuring fiscal year applicable
6 to nonresident students at institutions in states comprising the Southern Regional
7 Education Board, excluding Louisiana, which are in the same category as established
8 by the Southern Regional Education Board. Such amounts shall be based on the
9 latest available information that is obtained by the Board of Regents from the
10 institution from the regional education board.

11 E.(1) Subject to change as provided in this Section, all existing tuition and
12 fees at each respective institution are hereby retained and continued as the same type
13 of tuition or fee, in the same amount, and for the same purpose including all
14 limitations imposed thereon, and includes the same authority to impose proportional
15 amounts and waivers of such tuition or fees. All existing tuition or fees means those
16 which are statutorily provided in the Louisiana Revised Statues of 1950, as amended,
17 as of December 31, 2015, provided for by the management boards of the various
18 institutions, established in uncodified law, or otherwise imposed by the institution.

19 (2) Any fee that was not a cost that was payable by the state on behalf of any
20 student who is a recipient of an award under the Taylor Opportunity Program for
21 Students shall remain a nonpayable fee by the state.

22 (3) No provision of this Section shall affect fees that are not charges assessed
23 for the provision of education to the student, such as processing fees, those charged
24 by auxiliary or self-generated operation of the institution, or fees self-assessed by the
25 students.

26 Section 2. R.S. 17:1501.2, 1835, 1855, 1855.1, 1871(C), 1997.1, 1997.2, 2136,
27 3129.5, 3139.5(1) through (4), 3223(B)(5), 3351(A)(5), 3351.1, 3351.3, 3351.5 through
28 3351.15, 3351.17, 3351.18, and 3351.19 are hereby repealed in their entirety.

1 Section 3. R.S. 17:3139.5(5) and (6) are hereby redesignated as R.S. 17:3139.5(1)
2 and (2), respectively.

3 Section 4. This Act shall take effect and become operative if and when the proposed
4 amendment of Article VII of the Constitution of Louisiana contained in the Act which
5 originated as House Bill No. ___ of this 2015 Regular Session of the Legislature is adopted
6 at a statewide election and becomes effective.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 66 Original

2015 Regular Session

Carmody

Abstract: Authorizes public institutions of higher education to establish their own tuition and fees independent of legislative action or performance measures under the GRAD Act.

Present constitution requires all fee increases to be enacted by a two-thirds vote of the legislature (Art. VII, Sec. 2.1) which includes student tuition and fees charged by state institutions of higher education. Absent this constitutional constraint, the management boards of the various institutions of higher education, namely the LSU Board of Supervisors, the Southern University Board of Supervisors, the Board of Trustees for State Colleges and Universities, and the Board of Supervisors of Community and Technical Colleges, would have the ability to provide with respect to tuition and fees under their general managerial authorities (Art. VIII, Sec. 5(E)). Proposed law does not change present law but it is conditioned upon the passage of a constitutional amendment proposed in another legislative instrument that would, instead, provide that tuition and fees are to be enacted "as provided by law" which is set forth below.

Proposed law authorizes each institution of higher education to establish its own tuition and fees, including the base tuition, tuition enhancements, differential tuition (an amount that deviates from the base tuition based on the student's major), tiered tuition (an amount that differs depending on the year the student entered the institution), proportional tuition (for part-time students or summer school), per-credit-hour tuition, online tuition, tuition incentives, and tuition waivers.

Proposed law requires each institution to establish a procedure for setting the amount of tuition or fee, which procedure must include a public hearing, noticed 30 days in advance, for any new tuition or fee or an increase to existing costs. Proposed law specifically excludes additional costs from being paid under the TOPS program or becoming effective during an ongoing semester or term.

Though statutorily provided tuition and fees of public institutions of higher education are being removed from the La. Revised Statutes (R.S. 17:1501.2, 1835, 1855, 1855.1, 1871(C), 1997.1, 1997.2, 2136, 3129.5, 3139.5(1)-(4), 3223(B)(5), 3351(A)(5), 3351.1, 3351.3, 3351.5-3351.15, 3351.17, 3351.18, and 3351.19) under proposed law, all such tuition and fees existing as of Dec. 31, 2015, are being retained, subject to change as provided by proposed law, in the same amounts, for the same purposes, and with the same limitations imposed. Such tuition and fees being retained include not only those which are statutorily

provided but also those which were provided for by the management boards of the various institutions, established in uncodified law, or otherwise imposed by the institution.

Under proposed law, the only substantive change with respect to any existing tuition or fee is the severing of tuition autonomies from the La. Granting Resources and Autonomy for Diploma (GRAD) Act. While all tuition increases authorized under the GRAD Act are being retained, tuition incentives are being removed as a GRAD Act autonomy under proposed law.

Proposed law retains present law with respect to notice of tuition waivers and the required tuition for nonresident students.

Effective if and when the proposed amendment of Article ___ of the Constitution of La. contained in the Act which originated as House Bill No. ___ of this 2015 R.S. of the Legislature is adopted at a statewide election and becomes effective.

(Adds R.S. 17:1651; Repeals R.S. 17:1501.2, 1835, 1855, 1855.1, 1871(C), 1997.1, 1997.2, 2136, 3129.5, 3139.5(1)-(4), 3223(B)(5), 3351(A)(5), 3351.1, 3351.3, 3351.5-3351.15, 3351.17, 3351.18, and 3351.19; Redesignates R.S. 17:3139.5(5) and (6))