## Senate Counsel, Research, and Fiscal Analysis

Alexis C. Stangl, Director

Minnesota Senate Building 95 University Ave. W. Suite 3300 ST. PAUL, MN 55155-1800 (651) 296-4791 www.senate.mn/scrfa



## S.F. No. 1986 – Minnesota Commitment to Higher Education Act (as proposed by the A-2 delete-all amendment)

**Author:** Senator Omar Fateh

**Prepared by:** Joan White, Senate Counsel (651/296-3814)

**Date:** February 17, 2023

This delete-all amendment establishes a tuition free scholarship program to attend public colleges, universities, and tribal colleges for students who meet eligibility requirements.

## Section 1 (136A.1465) Establishes the Minnesota Commitment to Higher Education Act Subd 1 defines terms.

**Subd 2** lists the eligibility requirements. The student must:

- complete the FAFSA;
- have an adjusted gross household income below \$120,000;
- be enrolled in at least one credit; and
- be making satisfactory academic progress.

**Subd 3** provides that the scholarship shall not exceed 100% of tuition and fees after grants and other scholarships are deducted, except for the Pell grant. The scholarships begin in the 2024-2025 academic year.

**Subd 4** provides that the scholarships are for one semester and may be renewed provided the student continues to meet the eligibility requirements, up to a maximum of 120 credits.

**Subd 5** terminates the scholarship for failure to meet satisfactory progress or for substantial noncompliance with program requirements.

**Subd 6** establishes an account in the special revenue fund for purposes of this program.

**Subd** 7 authorizes the Office of Higher Education to administer the program.

**Subd 8** requires a report beginning in 2025 and specifies what must be included in the report.

This section is effective July 1, 2024.

**Section 2** transfers \$316,893,000 in fiscal year 2025 to the special revenue account established under section 1, subd. 6.

**Section 3** appropriates funds to the commissioner of the Office of Higher Education for administrative expenses for the program under section 1.