

1.1 Senator moves to amend S.F. No. 47 as follows:

1.2 Delete everything after the enacting clause and insert:

1.3 "Section 1. Minnesota Statutes 2024, section 136A.101, subdivision 5a, is amended to
1.4 read:

1.5 Subd. 5a. **Assigned family responsibility.** "Assigned family responsibility" means the
1.6 amount of a family's contribution to a student's cost of attendance, as determined by a federal
1.7 need analysis. For dependent students, the assigned family responsibility is ~~79~~ 100 percent
1.8 of the parental contribution. If the parental contribution is less than \$0, the assigned family
1.9 responsibility is 100 percent of the parental contribution. For independent students with
1.10 dependents other than a spouse, the assigned family responsibility is 71 percent of the student
1.11 contribution. For independent students without dependents other than a spouse, the assigned
1.12 family responsibility is 35 percent of the student contribution. If the student contribution is
1.13 less than \$0, the assigned family responsibility is 100 percent of the student contribution.
1.14 For a student registering for less than full time, the office shall prorate the assigned family
1.15 responsibility using the ratio of the number of credits the student is enrolled in to the number
1.16 of credits for full-time enrollment.

1.17 Sec. 2. Minnesota Statutes 2024, section 136A.103, is amended to read:

1.18 **136A.103 INSTITUTION ELIGIBILITY REQUIREMENTS.**

1.19 (a) A postsecondary institution is eligible for state student aid under chapter 136A and
1.20 sections 197.791 and 299A.45, if the institution is located in this state and:

1.21 (1) is operated by this state or the Board of Regents of the University of Minnesota; or

1.22 (2) is operated privately and, as determined by the office, meets the requirements of
1.23 paragraph (b).

1.24 (b) A private institution must:

1.25 (1) maintain academic standards substantially equivalent to those of comparable
1.26 institutions operated in this state;

1.27 (2) be licensed or registered as a postsecondary institution by the office; ~~and~~

1.28 (3) be operated not-for-profit; and

1.29 (4)(i) by July 1, 2010, participate in the federal Pell Grant program under Title IV of
1.30 the Higher Education Act of 1965, Public Law 89-329, as amended; or

(ii) if an institution was participating in state student aid programs as of June 30, 2010, and the institution did not participate in the federal Pell Grant program by June 30, 2010, the institution must require every student who enrolls to sign a disclosure form, provided by the office, stating that the institution is not participating in the federal Pell Grant program.

(c) An institution that offers only graduate-level degrees or graduate-level nondegree programs is an eligible institution if the institution is licensed or registered as a postsecondary institution by the office.

(d) An eligible institution under paragraph (b), clause (3), item (ii), that changes ownership as defined in section 136A.63, subdivision 2, must participate in the federal Pell Grant program within four calendar years of the first ownership change to continue eligibility.

(e) An institution that loses its eligibility for the federal Pell Grant program is not an eligible institution. The office may terminate an institution's eligibility to participate in state student aid programs effective the date of the loss of eligibility for the federal Pell Grant program.

(f) An institution must maintain adequate administrative and financial standards and compliance with all state statutes, rules, and administrative policies related to state financial aid programs.

(g) The office may terminate a postsecondary institution's eligibility to participate in state student aid programs if the institution is terminated from participating in federal financial aid programs by the United States Department of Education for a violation of laws, regulations, or participation agreements governing federal financial aid programs.

Sec. 3. Minnesota Statutes 2024, section 136A.121, subdivision 6, is amended to read:

Subd. 6. **Cost of attendance.** (a) The recognized cost of attendance consists of: (1) an allowance specified in law for living and miscellaneous expenses, and (2) an allowance for tuition and fees equal to the lesser of the average tuition and fees charged by the institution, or a tuition and fee maximum if one is established in law. If no living and miscellaneous expense allowance is established in law, the allowance is equal to 115 percent of the federal poverty guidelines for a one person household in Minnesota for nine months. If no tuition and fee maximum is established in law, the allowance for tuition and fees is equal to the lesser of: (1) the average tuition and fees charged by the institution, and (2) for two-year programs, an amount equal to the highest tuition and fees charged at a ~~public two-year institution~~ Minnesota state college, or for four-year programs, an amount equal to the highest tuition and fees charged at a ~~public~~ Minnesota state university.

3.1 (b) For a student registering for less than full time, the office shall prorate the cost of
3.2 attendance using the ratio of the number of credits the student is enrolled in to the number
3.3 of credits for full-time enrollment.

3.4 (c) The recognized cost of attendance for a student who is confined to a Minnesota
3.5 correctional institution shall consist of the tuition and fee component in paragraph (a), with
3.6 no allowance for living and miscellaneous expenses.

3.7 (d) For the purpose of this subdivision, "fees" include only those fees that are mandatory
3.8 and charged to full-time resident students attending the institution. Fees do not include
3.9 charges for tools, equipment, computers, or other similar materials where the student retains
3.10 ownership. Fees include charges for these materials if the institution retains ownership. Fees
3.11 do not include optional or punitive fees."

3.12 Amend the title accordingly