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## State of Minnesota

## HOUSE OF REPRESENTATIVES H. F. No. 4493 NINETY-THIRD SESSION

03/04/2024

Authored by Wolgamott, Coulter and Pursell The bill was read for the first time and referred to the Committee on Higher Education Finance and Policy

| 1.1                      | A bill for an act   |
|--------------------------|---|
| 1.2<br>1.3<br>1.4<br>1.5 | relating to higher education; establishing a promise equalization scholarship<br>program to supplement state grant awards for students attending Minnesota private<br>nonprofit postsecondary institutions; requiring a report; appropriating money;<br>proposing coding for new law in Minnesota Statutes, chapter 136A. |
| 1.6                      | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:   |
| 1.7                      | Section 1. [136A.1212] PROMISE EQUALIZATION SCHOLARSHIP.  |
| 1.8                      | Subdivision 1. Eligibility. (a) In an academic term, a student is eligible for a scholarship  |
| 1.9                      | under this section if the student:  |
| 1.10                     | (1) is eligible for and receives a state grant award under section 136A.121 for that same   |
| 1.11                     | academic term; and  |
| 1.12                     | (2) is enrolled in at least one credit at a Minnesota private nonprofit postsecondary   |
| 1.13                     | institution that is an eligible institution as defined by section 136A.101, subdivision 4.  |
| 1.14                     | (b) The commissioner shall make scholarship awards to eligible students who apply for   |
| 1.15                     | and receive a state grant award under section 136A.121.   |
| 1.16                     | Subd. 2. Award amount. An eligible student's scholarship award under this section   |
| 1.17                     | shall be an amount determined by the commissioner based upon the funds available for the  |
| 1.18                     | program, provided that the amount may not exceed 33 percent of the student's state grant  |
| 1.19                     | award under section 136A.121.   |
| 1.20                     | Subd. 3. Administration; report. (a) The commissioner shall administer this program   |
| 1.21                     | and may establish guidelines and procedures necessary for its implementation.   |

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| 2.1  | (b) By February 15 each year, the commissioner must submit a report to the chairs and         |
|------|---|
| 2.2  | ranking minority members of the legislative committees with jurisdiction over higher          |
| 2.3  | education on the details of the promise equalization scholarship program, including summary   |
| 2.4  | data on promise equalization scholarship awards at each eligible Minnesota private nonprofit  |
| 2.5  | postsecondary institution showing:  |
| 2.6  | (1) the total number of students who received promise equalization scholarships in the        |
| 2.7  | prior academic year and this number as a percentage of the institution's total undergraduate  |
| 2.8  | enrollment;   |
| 2.9  | (2) average and total promise equalization scholarship award amounts;                         |
| 2.10 | (3) relevant demographic data on promise equalization scholarship recipients; and             |
| 2.11 | (4) enrollment, retention, degree completion, and other relevant student outcome data         |
| 2.12 | on promise equalization scholarship recipients.   |
| 2.13 | <b>EFFECTIVE DATE.</b> This section is effective the day following final enactment.           |
| 2.14 | Scholarships under this section shall be awarded beginning in the 2024-2025 academic year.    |
| 2.15 | Sec. 2. APPROPRIATION; PROMISE EQUALIZATION SCHOLARSHIP.                                      |
| 2.16 | (a) \$18,000,000 in fiscal year 2025 is appropriated from the general fund to the             |
| 2.17 | commissioner of the Office of Higher Education for the promise equalization scholarship       |
| 2.18 | under Minnesota Statutes, section 136A.1212.  |
| 2.19 | (b) The base for this appropriation for fiscal year 2026 and later is \$18,000,000 plus an    |
| 2.20 | additional percentage equal to the annual percentage increase, if any, in the highest tuition |
| 2.21 | and fees charged at a Minnesota public postsecondary institution.                             |