

1.1 ..... moves to amend H.F. No. 3638 as follows:

1.2 Delete everything after the enacting clause and insert:

1.3 **"ARTICLE 1**

1.4 **APPROPRIATIONS**

1.5 Section 1. **HIGHER EDUCATION APPROPRIATIONS.**

1.6 The sums shown in the columns marked "Appropriations" are added to the appropriations  
1.7 in Laws 2017, chapter 89, article 1, unless otherwise specified, to the agencies and for the  
1.8 purposes specified in this article. The appropriations are from the general fund, or another  
1.9 named fund, and are available for the fiscal years indicated for each purpose. The figures  
1.10 "2018" and "2019" used in this article mean that the appropriations listed under them are  
1.11 available for the fiscal year ending June 30, 2018, or June 30, 2019, respectively. "The first  
1.12 year" is fiscal year 2018. "The second year" is fiscal year 2019. "The biennium" is fiscal  
1.13 years 2018 and 2019.

1.14		<b><u>APPROPRIATIONS</u></b>	
1.15		<b><u>Available for the Year</u></b>	
1.16		<b><u>Ending June 30</u></b>	
1.17		<b><u>2018</u></b>	<b><u>2019</u></b>

1.18 **Sec. 2. MINNESOTA OFFICE OF HIGHER**  
1.19 **EDUCATION**

1.20 **Subdivision 1. Total Appropriation**                      **\$**                      **-0-** **\$**                      **500,000**

1.21 The amounts that may be spent for each  
1.22 purpose are specified in the following  
1.23 subdivisions.

1.24 **Subd. 2. State Grants**    **-0-**                      **350,000**

1.25 This is a onetime appropriation.

2.1	<b><u>Subd. 3. Agricultural Educators Loan</u></b>		
2.2	<b><u>Forgiveness</u></b>	<u>-0-</u>	<u>100,000</u>
2.3	<u>For transfer to the agricultural education loan</u>		
2.4	<u>forgiveness account in the special revenue</u>		
2.5	<u>fund under Minnesota Statutes, section</u>		
2.6	<u>136A.1794, subdivision 2. This is a onetime</u>		
2.7	<u>appropriation.</u>		
2.8	<b><u>Subd. 3. Student Loan Debt Counseling</u></b>	<u>-0-</u>	<u>50,000</u>
2.9	<u>For a student loan debt counseling grant under</u>		
2.10	<u>Minnesota Statutes, section 136A.1705. This</u>		
2.11	<u>is a onetime appropriation.</u>		
2.12	<b><u>Sec. 3. BOARD OF TRUSTEES OF THE</u></b>		
2.13	<b><u>MINNESOTA STATE COLLEGES AND</u></b>		
2.14	<b><u>UNIVERSITIES</u></b>		
2.15	<b><u>Subdivision 1. Total Appropriation</u></b>	<b><u>\$</u></b>	<b><u>-0- \$ 5,500,000</u></b>
2.16	<u>The amounts that may be spent for each</u>		
2.17	<u>purpose are specified in the following</u>		
2.18	<u>subdivisions.</u>		
2.19	<b><u>Subd. 2. Operations and Maintenance</u></b>	<u>-0-</u>	<u>5,500,000</u>
2.20	<u>(a) This appropriation includes \$5,000,000 in</u>		
2.21	<u>fiscal year 2019 for cyber security programs</u>		
2.22	<u>at Metropolitan State University. This is a</u>		
2.23	<u>onetime appropriation.</u>		
2.24	<u>(b) This appropriation includes \$500,000 in</u>		
2.25	<u>fiscal year 2019 for renewal of workforce</u>		
2.26	<u>development scholarships first awarded in</u>		
2.27	<u>academic year 2018-2019 under Minnesota</u>		
2.28	<u>Statutes, section 136F.38. This is a onetime</u>		
2.29	<u>appropriation and is available until June 30,</u>		
2.30	<u>2020.</u>		

## ARTICLE 2

### HIGHER EDUCATION POLICY

2.33 Section 1. Minnesota Statutes 2016, section 135A.15, subdivision 2, is amended to read:

3.1 Subd. 2. **Victims' rights.** The policy required under subdivision 1 shall, at a minimum,  
3.2 require that students and employees be informed of the policy, and shall include provisions  
3.3 for:

3.4 (1) filing criminal charges with local law enforcement officials in sexual assault cases;

3.5 (2) the prompt assistance of campus authorities, at the request of the victim, in notifying  
3.6 the appropriate law enforcement officials and disciplinary authorities of a sexual assault  
3.7 incident;

3.8 (3) allowing sexual assault victims to decide whether to report a case to law enforcement;

3.9 (4) requiring campus authorities to treat sexual assault victims with dignity;

3.10 (5) requiring campus authorities to offer sexual assault victims fair and respectful health  
3.11 care, counseling services, or referrals to such services;

3.12 (6) preventing campus authorities from suggesting to a victim of sexual assault that the  
3.13 victim is at fault for the crimes or violations that occurred;

3.14 (7) preventing campus authorities from suggesting to a victim of sexual assault that the  
3.15 victim should have acted in a different manner to avoid such a crime;

3.16 (8) subject to subdivision 10, protecting the privacy of sexual assault victims by only  
3.17 disclosing data collected under this section to the victim, persons whose work assignments  
3.18 reasonably require access, and, at a sexual assault victim's request, police conducting a  
3.19 criminal investigation;

3.20 (9) an investigation and resolution of a sexual assault complaint by campus disciplinary  
3.21 authorities;

3.22 (10) a sexual assault victim's participation in and the presence of the victim's attorney  
3.23 or other support person who is not a fact witness to the sexual assault at any meeting with  
3.24 campus officials concerning the victim's sexual assault complaint or campus disciplinary  
3.25 proceeding concerning a sexual assault complaint;

3.26 (11) ensuring that a sexual assault victim may decide when to repeat a description of  
3.27 the incident of sexual assault;

3.28 (12) notice to a sexual assault victim of the availability of a campus or local program  
3.29 providing sexual assault advocacy services and information on legal resources;

3.30 (13) notice to a sexual assault victim of the outcome of any campus disciplinary  
3.31 proceeding concerning a sexual assault complaint, consistent with laws relating to data  
3.32 practices;

4.1 (14) the complete and prompt assistance of campus authorities, at the direction of law  
4.2 enforcement authorities, in obtaining, securing, and maintaining evidence in connection  
4.3 with a sexual assault incident;

4.4 (15) the assistance of campus authorities in preserving for a sexual assault complainant  
4.5 or victim materials relevant to a campus disciplinary proceeding;

4.6 (16) during and after the process of investigating a complaint and conducting a campus  
4.7 disciplinary procedure, the assistance of campus personnel, in cooperation with the  
4.8 appropriate law enforcement authorities, at a sexual assault victim's request, in shielding  
4.9 the victim from unwanted contact with the alleged assailant, including transfer of the victim  
4.10 to alternative classes or to alternative college-owned housing, if alternative classes or housing  
4.11 are available and feasible;

4.12 (17) forbidding retaliation, and establishing a process for investigating complaints of  
4.13 retaliation, against sexual assault victims by campus authorities, the accused, organizations  
4.14 affiliated with the accused, other students, and other employees;

4.15 (18) at the request of the victim, providing students who reported sexual assaults to the  
4.16 institution and subsequently choose to transfer to another postsecondary institution with  
4.17 information about resources for victims of sexual assault at the institution to which the  
4.18 victim is transferring; and

4.19 (19) consistent with laws governing access to student records, providing a student who  
4.20 reported an incident of sexual assault with access to the student's description of the incident  
4.21 as it was reported to the institution, including if that student transfers to another postsecondary  
4.22 institution.

4.23 Sec. 2. Minnesota Statutes 2016, section 136A.901, is amended by adding a subdivision  
4.24 to read:

4.25 Subd. 3. **Account.** A spinal cord injury and traumatic brain injury research grant account  
4.26 is created in the special revenue fund in the state treasury. The commissioner shall deposit  
4.27 into the account appropriations made for the purposes of this section. Money in the account  
4.28 is appropriated to the commissioner for the purposes for which it was appropriated.

4.29 Sec. 3. Minnesota Statutes 2016, section 137.0245, is amended to read:

4.30 **137.0245 REGENT CANDIDATE ADVISORY COUNCIL LEGISLATIVE**  
4.31 **COMMISSION ON REGENT SELECTION.**

5.1 Subdivision 1. **Establishment.** ~~A Regent Candidate Advisory Council~~ Legislative  
5.2 Commission on Regent Selection is established to assist in determining criteria for, and  
5.3 identifying and recruiting qualified candidates for membership on the Board of Regents  
5.4 and making recommendations to the joint legislative committee described in section  
5.5 137.0246, subdivision 2.

5.6 Subd. 2. **Membership.** ~~(a) The Regent Candidate Advisory Council shall consist~~  
5.7 Legislative Commission on Regent Selection consists of: 24 members. Twelve members  
5.8 shall be appointed by the Subcommittee on Committees of the Committee on Rules and  
5.9 Administration of the senate. Twelve members shall be appointed by the speaker of the  
5.10 house. Each appointing authority must appoint one member who is a student enrolled in a  
5.11 degree program at the University of Minnesota at the time of appointment. No more than  
5.12 one-third of the members appointed by each appointing authority may be current or former  
5.13 legislators. No more than two-thirds of the members appointed by each appointing authority  
5.14 may belong to the same political party; however, political activity or affiliation is not required  
5.15 for the appointment of any member. Geographical representation must be taken into  
5.16 consideration when making appointments. Section 15.0575 shall govern the advisory council,  
5.17 except that:

5.18 ~~(1) the members shall be appointed to six-year terms with one-third appointed each~~  
5.19 ~~even-numbered year; and~~

5.20 ~~(2) student members are appointed to two-year terms with two students appointed each~~  
5.21 ~~even-numbered year.~~

5.22 ~~A member may not serve more than two full terms~~

5.23 (1) four members of the house of representatives, two of whom are appointed by the  
5.24 speaker of the house and two of whom are appointed by the minority leader; and

5.25 (2) four members of the senate, two of whom are appointed by the majority leader and  
5.26 two of whom are appointed by the minority leader.

5.27 (b) Members serve at the pleasure of the appointing authority. The first appointments  
5.28 must be made by September 1, 2018.

5.29 (c) A chair of the commission serves a two-year term, expiring on June 30 in an  
5.30 even-numbered year. The chair must alternate biennially between a designee of the speaker  
5.31 of the house of representatives and a designee of the senate majority leader. The speaker of  
5.32 the house of representatives shall designate the first chair. The chair may vote on any matter  
5.33 before the commission.

6.1 Subd. 3. **Duties.** (a) The ~~advisory council~~ commission shall:

6.2 (1) develop, in consultation with current and former regents, the University of Minnesota  
6.3 Alumni Association, and the administration of the University of Minnesota, a statement of  
6.4 the selection criteria to be applied and a description of the responsibilities and duties of a  
6.5 regent, and shall distribute this to potential candidates; and

6.6 (2) for each position on the board, identify and recruit qualified candidates for the Board  
6.7 of Regents, based on the background and experience of the candidates, their potential for  
6.8 discharging the responsibilities of a member of the Board of Regents, and the needs of the  
6.9 board. The selection criteria must not include a limitation on the number of terms an  
6.10 individual may serve on the Board of Regents.

6.11 (b) The selection criteria developed under paragraph (a), clause (1), must include a  
6.12 criterion that regents represent diversity in geography; gender; race; occupation, including  
6.13 business and labor; and experience.

6.14 (c) The selection criterion must include an identification of the membership needs of  
6.15 the board for individual skills relevant to the governance of the University of Minnesota  
6.16 and the needs for certain individual characteristics. Individual characteristics relate to  
6.17 qualities such as gender, race, and geographic location of residence.

6.18 Subd. 4. **Recommendations.** (a) The ~~advisory council~~ commission shall recommend at  
6.19 least ~~two~~ one and not more than ~~four~~ three candidates for each vacancy. By January 15 of  
6.20 each odd-numbered year, the ~~advisory council~~ commission shall submit its recommendations  
6.21 to the joint legislative committee described in section 137.0246, subdivision 2.

6.22 (b) The ~~advisory council~~ commission must submit a report to the joint committee on the  
6.23 needs criterion identified under subdivision 3, paragraph (c), at the same time it submits its  
6.24 recommendations.

6.25 Subd. 5. **Support services.** The Legislative Coordinating Commission shall provide  
6.26 administrative and support services for the ~~advisory council~~ commission. The Legislative  
6.27 Coordinating Commission shall collect application materials from regent candidates and  
6.28 forward all materials to the Legislative Commission on Regent Selection.

6.29 Sec. 4. Minnesota Statutes 2016, section 137.0246, is amended to read:

6.30 **137.0246 REGENT NOMINATION AND ELECTION.**

6.31 Subd. 2. **Regent nomination joint committee.** (a) The joint legislative committee  
6.32 consists of the members of the higher education budget and policy divisions in each house

7.1 of the legislature. The chairs of the divisions from each body shall be cochairs of the joint  
 7.2 legislative committee. A majority of the members from each house is a quorum of the joint  
 7.3 committee.

7.4 (b) By February 28 of each odd-numbered year, or at a date agreed to by concurrent  
 7.5 resolution, the joint legislative committee shall meet to consider the ~~advisory council's~~  
 7.6 Legislative Commission on Regent Selection's recommendations for regent of the University  
 7.7 of Minnesota for possible presentation to a joint convention of the legislature.

7.8 (c) The joint committee may recommend to the joint convention candidates recommended  
 7.9 by the ~~advisory council~~ Legislative Commission on Regent Selection and the other candidates  
 7.10 nominated by the joint committee. A candidate other than those recommended by the  
 7.11 ~~advisory council~~ Legislative Commission on Regent Selection may be nominated for  
 7.12 consideration by the joint committee only if the nomination receives the support of at least  
 7.13 three house of representatives members of the committee and two senate members of the  
 7.14 committee. A candidate must receive a majority vote of members from the house of  
 7.15 representatives and from the senate on the joint committee to be recommended to the joint  
 7.16 convention. The joint committee may recommend no more than one candidate for each  
 7.17 vacancy. In recommending nominees, the joint committee must consider the needs of the  
 7.18 board of regents and the balance of the board membership with respect to gender, racial,  
 7.19 and ethnic composition.

7.20 Sec. 5. Laws 2017, chapter 89, article 1, section 2, subdivision 20, is amended to read:

7.21 **Subd. 20. Spinal Cord Injury and Traumatic**  
 7.22 **Brain Injury Research Grant Program** 3,000,000 3,000,000

7.23 For transfer to the spinal cord injury and  
 7.24 traumatic brain injury research grant account  
 7.25 in the special revenue fund.

7.26 For spinal cord injury and traumatic brain  
 7.27 injury research grants authorized under  
 7.28 Minnesota Statutes, section 136A.901.

7.29 The commissioner may use no more than three  
 7.30 percent of this appropriation to administer the  
 7.31 grant program under this subdivision.



9.1 education and workforce leaders, researchers, and members of the public with data, research,  
9.2 and reports to:

9.3 (1) expand reporting on students' educational outcomes for diverse student populations  
9.4 including at-risk students, children with disabilities, English learners, and gifted students,  
9.5 among others, and include formative and summative evaluations based on multiple measures  
9.6 of child well-being, early childhood development, and student progress toward career and  
9.7 college readiness;

9.8 (2) evaluate the effectiveness of (i) investments in young children and families and (ii)  
9.9 educational and workforce programs; and

9.10 (3) evaluate the relationship between (i) investments in young children and families and  
9.11 (ii) education and workforce outcomes, consistent with section 124D.49.

9.12 To the extent possible under federal and state law, research and reports should be  
9.13 accessible to the public on the Internet, and disaggregated by demographic characteristics,  
9.14 organization or organization characteristics, and geography.

9.15 It is the intent of the legislature that the Statewide Longitudinal Education Data System  
9.16 inform public policy and decision-making. The SLEDS governance committee, with  
9.17 assistance from staff of the Office of Higher Education, the Department of Education, and  
9.18 the Department of Employment and Economic Development, shall respond to legislative  
9.19 committee and agency requests on topics utilizing data made available through the Statewide  
9.20 Longitudinal Education Data System as resources permit. Any analysis of or report on the  
9.21 data must contain only summary data.

9.22 (c) By January 15 of each year, the partnership shall submit a report to the governor and  
9.23 to the chairs and ranking minority members of the legislative committees and divisions with  
9.24 jurisdiction over P-20 education policy and finance that summarizes the partnership's progress  
9.25 in meeting its goals and identifies the need for any draft legislation when necessary to further  
9.26 the goals of the partnership to maximize student achievement while promoting efficient use  
9.27 of resources.

9.28 Sec. 2. Minnesota Statutes 2017 Supplement, section 136A.1275, subdivision 2, is amended  
9.29 to read:

9.30 Subd. 2. **Eligibility.** To be eligible for a grant under this section, a teacher candidate  
9.31 must:

10.1 (1) be enrolled in a Professional Educator Licensing and Standards Board-approved  
10.2 teacher preparation program that requires at least 12 weeks of student teaching in order to  
10.3 be recommended for a full professional teaching license;

10.4 (2) demonstrate financial need based on criteria established by the commissioner under  
10.5 subdivision 3;

10.6 (3) ~~intend to teach in a shortage area or belong to an underrepresented racial or ethnic~~  
10.7 ~~group~~ be meeting satisfactory academic progress as defined under section 136A.101,  
10.8 subdivision 10; and

10.9 (4) ~~be meeting satisfactory academic progress as defined under section 136A.101,~~  
10.10 ~~subdivision 10~~ intend to teach in a shortage area or belong to an underrepresented racial or  
10.11 ethnic group. Intent can be documented based on the teacher license field the student is  
10.12 pursuing or a statement of intent to teach in an economic development region defined as a  
10.13 shortage area in the year the student receives a grant.

10.14 Sec. 3. Minnesota Statutes 2017 Supplement, section 136A.1275, subdivision 3, is amended  
10.15 to read:

10.16 Subd. 3. **Administration; repayment.** (a) The commissioner must establish an  
10.17 application process and other guidelines for implementing this program, ~~including repayment~~  
10.18 ~~responsibilities for stipend recipients who do not complete student teaching or who leave~~  
10.19 ~~Minnesota to teach in another state during the first year after student teaching.~~

10.20 (b) The commissioner must determine each academic year the stipend amount up to  
10.21 \$7,500 based on the amount of available funding, the number of eligible applicants, and the  
10.22 financial need of the applicants.

10.23 (c) The percentage of the total award funds available at the beginning of the fiscal year  
10.24 reserved for teacher candidates who identify as belonging to ~~an underrepresented~~ a racial  
10.25 or ethnic group underrepresented in the Minnesota teacher workforce must be equal to or  
10.26 greater than the total percentage of students of ~~underrepresented~~ racial or ethnic groups  
10.27 underrepresented in the Minnesota teacher workforce as measured under section 120B.35,  
10.28 subdivision 3. If this percentage cannot be met because of a lack of qualifying candidates,  
10.29 the remaining amount may be awarded to teacher candidates who intend to teach in a shortage  
10.30 area.

11.1 Sec. 4. Minnesota Statutes 2016, section 136A.15, subdivision 8, is amended to read:

11.2 Subd. 8. **Eligible student.** "Eligible student" means a student who is officially registered  
11.3 or accepted for enrollment at an eligible institution in Minnesota or a Minnesota resident  
11.4 who is officially registered as a student or accepted for enrollment at an eligible institution  
11.5 in another state ~~or province~~. Non-Minnesota residents are eligible students if they are enrolled  
11.6 or accepted for enrollment in a minimum of one course of at least 30 days in length during  
11.7 the academic year that requires physical attendance at an eligible institution located in  
11.8 Minnesota. Non-Minnesota resident students enrolled exclusively during the academic year  
11.9 in correspondence courses or courses offered over the Internet are not eligible students.  
11.10 Non-Minnesota resident students not physically attending classes in Minnesota due to  
11.11 enrollment in a study abroad program for 12 months or less are eligible students.  
11.12 Non-Minnesota residents enrolled in study abroad programs exceeding 12 months are not  
11.13 eligible students. An eligible student, for section 136A.1701, means a student who gives  
11.14 informed consent authorizing the disclosure of data specified in section 136A.162, paragraph  
11.15 (c), to a consumer credit reporting agency.

11.16 Sec. 5. Minnesota Statutes 2016, section 136A.16, subdivision 1, is amended to read:

11.17 Subdivision 1. **Designation.** Notwithstanding chapter 16C, the office is designated as  
11.18 the administrative agency for carrying out the purposes and terms of sections 136A.15 to  
11.19 ~~136A.1702~~ 136A.1704. The office may establish one or more loan programs.

11.20 Sec. 6. Minnesota Statutes 2016, section 136A.16, subdivision 2, is amended to read:

11.21 Subd. 2. **Rules, policies, and conditions.** The office shall adopt policies and may  
11.22 prescribe appropriate rules and conditions to carry out the purposes of sections 136A.15 to  
11.23 136A.1702. ~~The policies and rules except as they relate to loans under section 136A.1701~~  
11.24 ~~must be compatible with the provisions of the National Vocational Student Loan Insurance~~  
11.25 ~~Act of 1965 and the provisions of title IV of the Higher Education Act of 1965, and any~~  
11.26 ~~amendments thereof.~~

11.27 Sec. 7. Minnesota Statutes 2016, section 136A.16, subdivision 5, is amended to read:

11.28 Subd. 5. **Agencies.** The office may contract with loan servicers, collection agencies,  
11.29 credit bureaus, or any other person, to carry out the purposes of sections 136A.15 to  
11.30 ~~136A.1702~~ 136A.1704.

12.1 Sec. 8. Minnesota Statutes 2016, section 136A.16, subdivision 8, is amended to read:

12.2 Subd. 8. **Investment.** Money made available to the office that is not immediately needed  
12.3 for the purposes of sections 136A.15 to ~~136A.1702~~ 136A.1704 may be invested by the  
12.4 office. The money must be invested in bonds, certificates of indebtedness, and other fixed  
12.5 income securities, except preferred stocks, which are legal investments for the permanent  
12.6 school fund. The money may also be invested in prime quality commercial paper that is  
12.7 eligible for investment in the state employees retirement fund. All interest and profits from  
12.8 such investments inure to the benefit of the office or may be pledged for security of bonds  
12.9 issued by the office or its predecessors.

12.10 Sec. 9. Minnesota Statutes 2016, section 136A.16, subdivision 9, is amended to read:

12.11 Subd. 9. **Staff.** The office may employ the professional and clerical staff the commissioner  
12.12 deems necessary for the proper administration of the loan programs established and defined  
12.13 by sections 136A.15 to ~~136A.1702~~ 136A.1704.

12.14 Sec. 10. Minnesota Statutes 2016, section 136A.162, is amended to read:

12.15 **136A.162 CLASSIFICATION OF DATA.**

12.16 (a) Except as provided in paragraphs (b) and (c), data on applicants for financial assistance  
12.17 collected and used by the office for student financial aid programs administered by that  
12.18 office are private data on individuals as defined in section 13.02, subdivision 12.

12.19 (b) Data on applicants may be disclosed to the commissioner of human services to the  
12.20 extent necessary to determine eligibility under section 136A.121, subdivision 2, clause (5).

12.21 (c) The following data collected in the Minnesota supplemental loan program under  
12.22 ~~section~~ sections 136A.1701 and 136A.1704 may be disclosed to a consumer credit reporting  
12.23 agency only if the borrower and the cosigner give informed consent, according to section  
12.24 13.05, subdivision 4, at the time of application for a loan:

12.25 (1) the lender-assigned borrower identification number;

12.26 (2) the name and address of borrower;

12.27 (3) the name and address of cosigner;

12.28 (4) the date the account is opened;

12.29 (5) the outstanding account balance;

12.30 (6) the dollar amount past due;

- 13.1 (7) the number of payments past due;
- 13.2 (8) the number of late payments in previous 12 months;
- 13.3 (9) the type of account;
- 13.4 (10) the responsibility for the account; and
- 13.5 (11) the status or remarks code.

13.6 Sec. 11. Minnesota Statutes 2016, section 136A.1701, subdivision 7, is amended to read:

13.7 Subd. 7. **Repayment of loans.** (a) The office shall establish repayment procedures for  
13.8 loans made under this section, ~~but in no event shall the period of permitted repayment for~~  
13.9 ~~SELF II or SELF III loans exceed ten years from the eligible student's termination of the~~  
13.10 ~~student's postsecondary academic or vocational program, or 15 years from the date of the~~  
13.11 ~~student's first loan under this section, whichever is less~~ in accordance with the policies,  
13.12 rules, and conditions authorized under section 136A.16, subdivision 2. The office will take  
13.13 into consideration the loan limits and current financial market conditions when establishing  
13.14 repayment terms.

13.15 (b) ~~For SELF IV loans, eligible students with aggregate principal loan balances from~~  
13.16 ~~all SELF phases that are less than \$18,750 shall have a repayment period not exceeding ten~~  
13.17 ~~years from the eligible student's graduation or termination date. For SELF IV loans, eligible~~  
13.18 ~~students with aggregate principal loan balances from all SELF phases of \$18,750 or greater~~  
13.19 ~~shall have a repayment period not exceeding 15 years from the eligible student's graduation~~  
13.20 ~~or termination date. For SELF IV loans, the loans shall enter repayment no later than seven~~  
13.21 ~~years after the first disbursement date on the loan.~~

13.22 (c) ~~For SELF loans from phases after SELF IV, eligible students with aggregate principal~~  
13.23 ~~loan balances from all SELF phases that are:~~

13.24 (1) ~~less than \$20,000, must have a repayment period not exceeding ten years from the~~  
13.25 ~~eligible student's graduation or termination date;~~

13.26 (2) ~~\$20,000 up to \$40,000, must have a repayment period not exceeding 15 years from~~  
13.27 ~~the eligible student's graduation or termination date; and~~

13.28 (3) ~~\$40,000 or greater, must have a repayment period not exceeding 20 years from the~~  
13.29 ~~eligible student's graduation or termination date. For SELF loans from phases after SELF~~  
13.30 ~~IV, the loans must enter repayment no later than nine years after the first disbursement date~~  
13.31 ~~of the loan.~~

14.1 Sec. 12. Minnesota Statutes 2017 Supplement, section 136A.1789, subdivision 2, is  
14.2 amended to read:

14.3 Subd. 2. **Creation of account.** (a) An aviation degree loan forgiveness program account  
14.4 is established in the special revenue fund to provide qualified pilots and qualified aircraft  
14.5 technicians with financial assistance in repaying qualified education loans. The commissioner  
14.6 must use money from the account to establish and administer the aviation degree loan  
14.7 forgiveness program.

14.8 (b) Appropriations made to the aviation degree loan forgiveness program account do  
14.9 not cancel and are available until expended.

14.10 Sec. 13. Minnesota Statutes 2016, section 136A.1791, subdivision 8, is amended to read:

14.11 Subd. 8. **Fund Account established.** A teacher shortage loan forgiveness repayment  
14.12 ~~fund account~~ is created in the special revenue fund for depositing money appropriated to  
14.13 or received by the commissioner for the program. Money deposited in the fund shall not  
14.14 revert to any state fund at the end of any fiscal year but remains in the loan forgiveness  
14.15 repayment fund and is continuously available for loan forgiveness under this section.

14.16 Sec. 14. Minnesota Statutes 2016, section 136A.1795, subdivision 2, is amended to read:

14.17 Subd. 2. **Establishment; administration.** (a) The commissioner shall establish and  
14.18 administer a loan forgiveness program for large animal veterinarians who:

14.19 (1) agree to practice in designated rural areas that are considered underserved; and

14.20 (2) work full time in a practice that is at least 50 percent involved with the care of food  
14.21 animals.

14.22 (b) A large animal veterinarian loan forgiveness program account is established in the  
14.23 special revenue fund. The commissioner must use money from the account to establish and  
14.24 administer the program under this section. Appropriations to the commissioner for the  
14.25 program are for transfer to the fund.

14.26 (c) Appropriations made to the program do not cancel and are available until expended.

14.27 Sec. 15. Minnesota Statutes 2017 Supplement, section 136A.646, is amended to read:

14.28 **136A.646 ADDITIONAL SECURITY.**

14.29 (a) New schools that have been granted conditional approval for degrees or names to  
14.30 allow them the opportunity to apply for and receive accreditation under section 136A.65,

15.1 subdivision 7, ~~or~~ shall provide a surety bond in a sum equal to ten percent of the net revenue  
15.2 from tuition and fees in the registered institution's prior fiscal year, but in no case shall the  
15.3 bond be less than \$10,000.

15.4 (b) Any registered institution that is notified by the United States Department of Education  
15.5 that it has fallen below minimum financial standards and that its continued participation in  
15.6 Title IV will be conditioned upon its satisfying either the Zone Alternative, Code of Federal  
15.7 Regulations, title 34, section 668.175, paragraph (f), or a Letter of Credit Alternative, Code  
15.8 of Federal Regulations, title 34, section 668.175, paragraph (c), shall provide a surety bond  
15.9 in a sum equal to the "letter of credit" required by the United States Department of Education  
15.10 in the Letter of Credit Alternative, but in no event shall such bond be less than \$10,000 nor  
15.11 more than \$250,000. In the event the letter of credit required by the United States Department  
15.12 of Education is higher than ten percent of the Title IV, Higher Education Act program funds  
15.13 received by the institution during its most recently completed fiscal year, the office shall  
15.14 reduce the office's surety requirement to represent ten percent of the Title IV, Higher  
15.15 Education Act program funds received by the institution during its most recently completed  
15.16 fiscal year, subject to the minimum and maximum in this paragraph.

15.17 ~~(b)~~ (c) In lieu of a bond, the applicant may deposit with the commissioner of management  
15.18 and budget:

15.19 (1) a sum equal to the amount of the required surety bond in cash;

15.20 (2) securities, as may be legally purchased by savings banks or for trust funds, in an  
15.21 aggregate market value equal to the amount of the required surety bond; or

15.22 (3) an irrevocable letter of credit issued by a financial institution to the amount of the  
15.23 required surety bond.

15.24 ~~(c)~~ (d) The surety of any bond may cancel it upon giving 60 days' notice in writing to  
15.25 the office and shall be relieved of liability for any breach of condition occurring after the  
15.26 effective date of cancellation.

15.27 ~~(d)~~ (e) In the event of a school closure, the additional security must first be used to  
15.28 destroy any private educational data under section 13.32 left at a physical campus in  
15.29 Minnesota after all other governmental agencies have recovered or retrieved records under  
15.30 their record retention policies. Any remaining funds must then be used to reimburse tuition  
15.31 and fee costs to students that were enrolled at the time of the closure or had withdrawn in  
15.32 the previous 120 calendar days but did not graduate. Priority for refunds will be given to  
15.33 students in the following order:

16.1 (1) cash payments made by the student or on behalf of a student;

16.2 (2) private student loans; and

16.3 (3) Veteran Administration education benefits that are not restored by the Veteran  
16.4 Administration. If there are additional security funds remaining, the additional security  
16.5 funds may be used to cover any administrative costs incurred by the office related to the  
16.6 closure of the school.

16.7 Sec. 16. Minnesota Statutes 2017 Supplement, section 136A.822, subdivision 6, is amended  
16.8 to read:

16.9 Subd. 6. **Bond.** (a) No license shall be issued to any private career school which  
16.10 maintains, conducts, solicits for, or advertises within the state of Minnesota any program,  
16.11 unless the applicant files with the office a continuous corporate surety bond written by a  
16.12 company authorized to do business in Minnesota conditioned upon the faithful performance  
16.13 of all contracts and agreements with students made by the applicant.

16.14 (b)(1) The amount of the surety bond shall be ten percent of the preceding year's net  
16.15 ~~income~~ revenue from student tuition, fees, and other required institutional charges collected,  
16.16 but in no event less than \$10,000, except that a private career school may deposit a greater  
16.17 amount at its own discretion. A private career school in each annual application for licensure  
16.18 must compute the amount of the surety bond and verify that the amount of the surety bond  
16.19 complies with this subdivision. A private career school that operates at two or more locations  
16.20 may combine net ~~income~~ revenue from student tuition, fees, and other required institutional  
16.21 charges collected for all locations for the purpose of determining the annual surety bond  
16.22 requirement. The net revenue from tuition and fees used to determine the amount of the  
16.23 surety bond required for a private career school having a license for the sole purpose of  
16.24 recruiting students in Minnesota shall be only that paid to the private career school by the  
16.25 students recruited from Minnesota.

16.26 (2) A person required to obtain a private career school license due to the use of  
16.27 "academy," "institute," "college," or "university" in its name and which is also licensed by  
16.28 another state agency or board, except not including those schools licensed exclusively in  
16.29 order to participate in state grants or SELF loan financial aid programs, shall be required  
16.30 to provide a school bond of \$10,000.

16.31 (c) The bond shall run to the state of Minnesota and to any person who may have a cause  
16.32 of action against the applicant arising at any time after the bond is filed and before it is  
16.33 canceled for breach of any contract or agreement made by the applicant with any student.

17.1 The aggregate liability of the surety for all breaches of the conditions of the bond shall not  
17.2 exceed the principal sum deposited by the private career school under paragraph (b). The  
17.3 surety of any bond may cancel it upon giving 60 days' notice in writing to the office and  
17.4 shall be relieved of liability for any breach of condition occurring after the effective date  
17.5 of cancellation.

17.6 (d) In lieu of bond, the applicant may deposit with the commissioner of management  
17.7 and budget a sum equal to the amount of the required surety bond in cash, an irrevocable  
17.8 letter of credit issued by a financial institution equal to the amount of the required surety  
17.9 bond, or securities as may be legally purchased by savings banks or for trust funds in an  
17.10 aggregate market value equal to the amount of the required surety bond.

17.11 (e) Failure of a private career school to post and maintain the required surety bond or  
17.12 deposit under paragraph (d) may result in denial, suspension, or revocation of the school's  
17.13 license.

17.14 Sec. 17. Minnesota Statutes 2016, section 136A.822, subdivision 10, is amended to read:

17.15 Subd. 10. **Catalog, brochure, or electronic display.** Before a license is issued to a  
17.16 private career school, the private career school shall furnish to the office a catalog, brochure,  
17.17 or electronic display including:

17.18 (1) identifying data, such as volume number and date of publication;

17.19 (2) name and address of the private career school and its governing body and officials;

17.20 (3) a calendar of the private career school showing legal holidays, beginning and ending  
17.21 dates of each course quarter, term, or semester, and other important dates;

17.22 (4) the private career school policy and regulations on enrollment including dates and  
17.23 specific entrance requirements for each program;

17.24 (5) the private career school policy and regulations about leave, absences, class cuts,  
17.25 make-up work, tardiness, and interruptions for unsatisfactory attendance;

17.26 (6) the private career school policy and regulations about standards of progress for the  
17.27 student including the grading system of the private career school, the minimum grades  
17.28 considered satisfactory, conditions for interruption for unsatisfactory grades or progress, a  
17.29 description of any probationary period allowed by the private career school, and conditions  
17.30 of reentrance for those dismissed for unsatisfactory progress;

17.31 (7) the private career school policy and regulations about student conduct and conditions  
17.32 for dismissal for unsatisfactory conduct;

18.1 (8) a detailed schedule of fees, charges for tuition, books, supplies, tools, student  
18.2 activities, laboratory fees, service charges, rentals, deposits, and all other charges;

18.3 (9) the private career school policy and regulations, including an explanation of section  
18.4 136A.827, about refunding tuition, fees, and other charges if the student does not enter the  
18.5 program, withdraws from the program, or the program is discontinued;

18.6 (10) a description of the available facilities and equipment;

18.7 (11) a course outline syllabus for each course offered showing course objectives, subjects  
18.8 or units in the course, type of work or skill to be learned, and approximate time, hours, or  
18.9 credits to be spent on each subject or unit;

18.10 (12) the private career school policy and regulations about granting credit for previous  
18.11 education and preparation;

18.12 (13) a notice to students relating to the transferability of any credits earned at the private  
18.13 career school to other institutions;

18.14 (14) a procedure for investigating and resolving student complaints; ~~and~~

18.15 (15) the name and address of the office; and

18.16 (16) the student complaint process and rights under section 136A.8295.

18.17 A private career school that is exclusively a distance education school is exempt from  
18.18 clauses (3) and (5).

18.19 Sec. 18. Minnesota Statutes 2017 Supplement, section 136A.8295, is amended by adding  
18.20 a subdivision to read:

18.21 Subd. 6. **Disclosure.** Schools must disclose on their Web site, student handbook, and  
18.22 student catalog the student complaint process under this section to students.

18.23 Sec. 19. Laws 2017, chapter 89, article 1, section 2, subdivision 29, is amended to read:

18.24 Subd. 29. **Emergency Assistance for** 175,000 175,000  
18.25 **Postsecondary Students**

18.26 (a) This appropriation is for the Office of  
18.27 Higher Education to allocate grant funds on a  
18.28 matching basis to ~~schools~~ eligible institutions  
18.29 as defined under Minnesota Statutes, section  
18.30 136A.103, located in Minnesota with a  
18.31 demonstrable homeless student population.



20.1 Sec. 22. Laws 2017, chapter 89, article 1, section 2, subdivision 33, is amended to read:

20.2 Subd. 33. **Agricultural Educators Loan**

20.3 **Forgiveness** 50,000 50,000

20.4 For ~~deposit in~~ transfer to the agricultural  
20.5 education loan forgiveness account in the  
20.6 special revenue fund under Minnesota  
20.7 Statutes, section 136A.1794, subdivision 2.

20.8 Sec. 23. Laws 2017, chapter 89, article 1, section 2, subdivision 34, is amended to read:

20.9 Subd. 34. **Aviation Degree Loan Forgiveness**

20.10 **Program** 25,000 25,000

20.11 For transfer to the aviation degree loan  
20.12 forgiveness program account in the special  
20.13 revenue fund under Minnesota Statutes,  
20.14 section 136A.1789, subdivision 2.

20.15 Sec. 24. **ONGOING APPROPRIATION.**

20.16 Notwithstanding Minnesota Statutes, section 136A.1791, subdivision 8, the appropriation  
20.17 made in Laws 2016, chapter 189, article 25, section 62, subdivision 11, is available until  
20.18 June 30, 2019.

20.19 Sec. 25. **REPEALER.**

20.20 Minnesota Statutes 2016, sections 136A.15, subdivisions 2 and 7; and 136A.1701,  
20.21 subdivision 12, are repealed."

20.22 Amend the title accordingly