

AMENDED IN SENATE APRIL 29, 2014  
AMENDED IN SENATE MARCH 26, 2014

**SENATE BILL**

**No. 1069**

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**Introduced by Senator Torres**

February 18, 2014

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An act to amend Section 94923 of the Education Code, relating to private postsecondary education.

LEGISLATIVE COUNSEL'S DIGEST

SB 1069, as amended, Torres. Student Tuition Recovery Fund: claims.

Existing law, the California Private Postsecondary Education Act of 2009, which is repealed on January 1, 2015, provides *for*, among other things, ~~for~~ student protections and regulatory oversight of private postsecondary institutions in the state. The act is enforced by the Bureau for Private Postsecondary Education in the Department of Consumer Affairs. The act requires the bureau to adopt regulations governing the administration and maintenance of the Student Tuition Recovery Fund, including requirements relating to assessments on students and student claims against the Student Tuition Recovery Fund, a continuously appropriated fund.

This bill would provide that a student who ~~utilizes~~ *uses* a Cal Grant or a Pell Grant to pay tuition at a qualifying institution is not thereby made ineligible to apply for payment from the Student Tuition Recovery Fund. *The bill would also provide that, when the application of a student who uses a Cal Grant to pay tuition at a qualifying institution for payment from the Student Tuition Recovery Fund is granted, the bureau shall pay that amount to the Student Aid Commission.*

This bill would become operative only if an act that becomes operative on or before January 1, 2015, delays or eliminates the January 1, 2015,

repeal date of the California Private Postsecondary Education Act of 2009.

Vote: majority. Appropriation: no. Fiscal committee: yes.  
State-mandated local program: no.

*The people of the State of California do enact as follows:*

1 SECTION 1. Section 94923 of the Education Code is amended  
2 to read:

3 94923. (a) The bureau shall, by January 1, 2011, adopt by  
4 regulation procedures governing the administration and  
5 maintenance of the Student Tuition Recovery Fund, including  
6 requirements relating to assessments on students and student claims  
7 against the Student Tuition Recovery Fund.

8 (b) A student who ~~utilizes~~uses a Cal Grant, Pell Grant, or both,  
9 to pay tuition at a qualifying institution is not thereby made  
10 ineligible to apply for payment from the Student Tuition Recovery  
11 Fund.

12 (c) *When the application of a student who uses a Cal Grant to*  
13 *pay tuition at a qualifying institution for payment from the Student*  
14 *Tuition Recovery Fund is granted, the bureau shall pay that amount*  
15 *to the Student Aid Commission.*

16 SEC. 2. This act shall become operative only if an act that  
17 becomes operative on or before January 1, 2015, amends or repeals  
18 Section 94950 of the Education Code to delay or eliminate the  
19 January 1, 2015, repeal date of the California Private Postsecondary  
20 Education Act of 2009 (Chapter 8 (commencing with Section  
21 94800) of Part 59 of Division 10 of Title 3 of the Education Code).

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