## Senate File 2289 - Introduced

SENATE FILE BY COMMITTEE ON VETERANS AFFAIRS

(SUCCESSOR TO SSB 3032)

Passed	Senate,	Date	Passed	House,	Date _	
Vote:	Ayes	Nays	Vote:	Ayes	N	ays
Approved					_	<u> </u>

## A BILL FOR

1 An Act concerning state educational assistance to children of deceased veterans and the war orphans educational assistance fund, and including an effective date and retroactive

applicability provision.
IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA: BE IT

6 TLSB 5384SV 82

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           Section 1. Section 35.8, Code 2007, is amended to read as
     2 follows:
           35.8
                  WAR ORPHANS EDUCATIONAL ASSISTANCE FUND.
           A war orphans educational assistance fund is created as a
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     5 separate fund in the state treasury under the control of the
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     6 department of veterans affairs. Any money appropriated for 7 the purpose of assisting in the education of orphaned children
     8 of veterans, as defined in section 35.1, or the education of a
     9 child as provided in section 35.9, subsection 2, shall be
    10 deposited in the war orphans educational assistance fund.
  1 11 Notwithstanding section 8.33, any unexpended or unencumbered
    12 moneys remaining in the fund at the end of the fiscal year
    13 shall not revert, but shall remain available for expenditure 14 for purposes of this section in succeeding fiscal years.
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           Sec. 2. Section 35.9, subsection 2, Code 2007, is amended
  1 16 to read as follows:
  1 17
           2. <u>a.</u> Upon application by a child who has lived in the
    18 state of Iowa for two years preceding application for state
    19 educational assistance, and who is the child of a person who
  1 20 died on or after September 11, 2001, during active federal 1 21 military service while serving in the armed forces or during
  1 22 active federal military service in the Iowa national guard or
  1 23 other military component of the United States, and who at the 1 24 time of entering into active military service had maintained
    25 the person's residence in the state for a period of at least
    26 six months immediately before entering into active military
     27 service, the department shall provide state educational
    28 assistance in the an amount of five thousand five hundred
    29 dollars per year no more than the highest resident
    30 undergraduate tuition rate established per year for an 31 institution of higher learning under the control of the state
    32 board of regents less the amount of any state and federal
    33 education benefits, grants, or scholarships received by the 34 child, or the amount of the child's established financial
  1 35 need, whichever is less, to defray the expenses of tuition,
    1 matriculation, laboratory and similar fees, books and
    2 supplies, board, lodging, and any other reasonably necessary 3 expense for the child or children incident to attendance in
     4 this state at a community college established under chapter
  2 5 260C or at an institution of higher education governed by the
  2 6 state board of regents any postsecondary educational
     <u>7 institution in this state.</u>
           <u>b.</u> A child eligible to receive state educational
     9 assistance under this subsection shall begin postsecondary
    10 education prior to reaching age twenty=six and shall not
  2 11 receive more than twenty=seven thousand five hundred dollars
        under this subsection an amount equal to five times the
    13 highest resident undergraduate tuition rate established per
  2 14 year for an institution of higher learning under the control
    15 of the state board of regents during the child's lifetime.
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2 16 Payments for state educational assistance for a child under 17 this subsection shall be made to the applicable postsecondary 2 18 educational institution. The college student aid commission 2 19 may, if requested, assist the department in administering this 2 20 subsection.

Sec. 3. EFFECTIVE DATE AND RETROACTIVE APPLICABILITY. 2 22 This Act, being deemed of immediate importance, takes effect 2 23 upon enactment and is retroactively applicable to July 1, 2 24 2007, and is applicable on and after that date. EXPLANATION

This bill concerns state educational assistance provided to 2 27 children of persons who died in active military service on or 2 28 after September 11, 2001, and the war orphans educational 29 assistance fund.

Code section 35.8, concerning the war orphans educational 31 assistance fund, is amended to provide that moneys remaining 32 in the fund at the close of a fiscal year shall not revert but 33 shall remain available for the purposes of the fund.

Code section 35.9, concerning educational assistance to 35 children of persons who died on active duty on or after 1 September 11, 2001, is also amended.

The bill eliminates the requirement that the child seeking 3 assistance lived in this state for two years preceding the 4 application for assistance but adds a requirement that the 5 deceased veteran resided in the state for a period of at least 6 six months immediately before entering into active military 7 service.

The bill also provides that the state educational 9 assistance can be used at any postsecondary institutions in 3 10 the state and not just community colleges and board of regents 3 11 institutions. In addition, the child seeking assistance must 3 12 begin postsecondary education prior to reaching age 26 and 3 13 payments of educational assistance shall be made to the 3 14 institution, not the child.

The bill also provides that the maximum educational 3 16 assistance to be awarded per year is an amount equal to the 3 17 highest annual resident undergraduate tuition rate at a board 3 18 of regents institution less any state and federal aid received 3 19 by the child. In addition, the bill caps the maximum amount 3 20 to be awarded during a child's lifetime at five times the 21 highest annual undergraduate tuition rate at a board of 22 regents institution. Current law limits the annual award to 3 23 \$5,500 and the amount awarded over a lifetime to a child to 24 \$27,500.

2.5 The bill takes effect upon enactment and applies 3 26 retroactively to July 1, 2007. 3 27 LSB 5384SV 82

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