As Amended by Senate Committee

# (Corrected)

Session of 2015

# SENATE BILL No. 193

By Committee on Ways and Means

# 2-11

AN ACT concerning postsecondary educational institutions; relating to degree program transparency.

2 3 4

1

Be it enacted by the Legislature of the State of Kansas:

5 Section 1. (a) On or before—January {July} 1, 2016, each 6 postsecondary educational institution shall publish a single-page degree 7 prospectus for each degree program offered by such institution that 8 summarizes information and statistics on such degree program. The 9 information to be included in the degree prospectus for each degree 10 program shall include the following:

11 (1) A description of the degree program, provided nothing in the 12 description shall contradict, mitigate or otherwise explain any of the 13 statistical information described in subsection (a)(2) through (a)(8);

14 (2) the average number of years-required to obtain the degree from 15 such postsecondary educational institution;

16 {(3) the expected number of years to obtain the degree from such
 17 postsecondary educational institution;}

(3) {(4)} the aggregate cost and the cost per year incurred by an
 individual to obtain the degree from such postsecondary educational
 institution, including tuition, room and board, books and student fees;

(4) {(5)} the aggregate degree investment incurred by an individual
 to obtain the degree from such postsecondary educational institution
 determined by subtracting the average amount of grants and
 scholarships awarded for such degree from the aggregate cost;

(4) (5) {(6)} the average amount of time between graduation and full time employment for an individual who obtains the degree from such
 postsecondary educational institution;

(5) (6) {(7)} a graphical representation of the salary distribution
among students who obtain the degree from such postsecondary
educational institution and who become employed in the degree field,
which shall display a range from negative three standard deviations of the
average salary to three standard deviations of the average salary;

(6) (7) {(8)} the percentage of graduates who obtain the degree from
 such postsecondary educational institution and who become employed in
 the degree field;

4 (7) (8) {(9)} the percentage of graduates who are employed within 5 three {six} months from the date of graduation from such postsecondary 6 educational institution; and

7 (8) (9) {(10)} a chart displaying the number of years required to fully 8 pay off a federal student loan under an income-driven repayment plan-9 recoup the degree investment in the amount of the aggregate-cost degree *investment* incurred by an individual to obtain the degree from such 10 postsecondary educational institution at an annual interest rate set by the 11 12 state board of regents which shall be the maximum federally guaranteed student loan interest rate. Such chart shall show the monthly payment and 13 the number of years to fully-pay off the federal student loan recoup the 14 15 degree investment that corresponds to the following percentages of 16 average salary for an individual who obtains the degree from such 17 postsecondary educational institution: 10%; 15%; 20%; 25%; and 30%.

The monthly payment amount shall be determined by multiplying the average salary by the corresponding percentage in the chart. The number of years to fully pay off the federal student loan *recoup the degree investment* shall be determined according to the following formula:

22  $N=(-\log(1-((R*A)/P)))/\log(1+R)$ 

where N is the number of payments, R is the interest rate per period, A
is the -initial federal student loan *{degree investment}* amount and P is the
monthly payment amount, and then divide the number of payments by 12.

The degree prospectus shall be prepared and published in a form that shall be substantially as follows: 1

## [IN SERT COLLEGE SYMBOL] [IN SERT UNIVERSITY LOGO]

# [Type of Degree], [Major]

# Program Description

Insert text asert text Insert textNnsert text Insert text Assert text Insert text

#### **Professional Career Examples**

- Insert Example
- Inser Example
- Insert Example

Cost of Degree <sup>1</sup> Annual Cost	
Tuition	\$XXXX
Room and Board	\$XXXXX
Books	\$ XXX.XX
Student Fees	\$XXXXX
Cost Per Year	\$ XXX.XX
Average number of years to graduate	X.XX
Total cost of degree completion	\$ XXX.XX
Days between graduation and employment	XX
Percent employed 3 months from graduation:	XX%
Percent employed 3 months from graduation: Percent employed within field of study:	XX% XX%

# Number Max Loan Parment Average Percent of average salary used as payment Monthly Payment Number of Years required to pay back loan 10% \$XXX ∞

\$X,XXX/yr

\$XXX/mo

\$X,XXX/yr

\$XXX/mo

X,XXX/yr

\$XXX/mo

13%	φλλλ	A.A.
20%	\$XXX	X.XX
25%	\$XXX	XXX
30%	\$XX	XX

Note:  $^{\rm eo}$  symbol is used when a monthly payment is insufficient to pay down the loan

Federally guaranteed student loan interest rate

ХХ%

<sup>1</sup> Data provided within this section are based to the most accurate and to date information collected by the University; numbers in the right column of this prospectus are provided for comparative purposes only

#### PROSPECTUS SAMPLE

1

# [IN SERT COLLEGE SYMBOL] [IN SERT UNIVERSITY LOGO]

#### PROSPECTUS SAMPLE

# Nype of Degree], [Major]

#### Program Description

Insert text Asert text Insert text Inserttext Insert text Insert/ext

# **Professional Career Examples**

- Insert Example
- Insert Example/
- moore Example
- Insert Example
- Insert Example
- Insert Example
- Insert Example
- Ipsert Example
- Insert Example
  - Insert Example

Cost of Degree <sup>1</sup>	
Annual Cost	
Tuition	\$XXXXX
Room and Board	\$XXXX
Books	<b>∮</b> XXXXX
Student Fees	\$XXXXX
Cost Per Year	\$XXX.XX
Average number of years to graduate	X.XX
Total cost of degree completion	\$ XXX.XX
(Avg grants/scholarships awarded)	(\$ XXX.XX)
Total degree investment	\$ XXX.XX
Days between graduation and employment	ХХ
Percent employed 3 months from graduation:	XX%
Percent employed within field of study.	XX%

# Compensation & Degree Investment Analysis

\$X,XXX yr \$XX X/mo Min	\$X,XXX/yr \$XXX/mo Average		X,XXX/yr XXX/mo Max	
Degree		Inv	estment Pa	yment
Percent of	Monthly Paym	ent	Number o	fYears
average salary			require	ed to
used as payment			recoup d	egree
			investn	nent
10%	\$XXX		0	
15%	\$XXA		XXX	κ
20%	\$XXX		XX	(
25%	\$XXX		XXX	(
30%	\$XXX		ХХ	

Note: \*\* symbol is used when a monthly payment is insufficient to recoup the degree investment

Federally guaranteed student loan interest rate

XX%

<sup>1</sup> Data provided within this section are based on the mos accurate and to date information collected by the University; numbers in the right column of this prospectus are provided for comparative purposes only

## PROSPECTUS SAMPLE

# [Type of Degree], [Major]

## **Program Description**

1

Insert text Insert text

# **Professional Career Examples**

- Insert Example

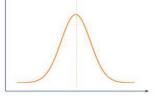
# Cost of Degree<sup>1</sup>

Annual Cost	
Tuition	\$XXXXX
Room and Board	\$XXXXX
Books	\$XXXXX
Student Fees	\$XXXXX
Cost Per Year	\$XXX.XX
Expected number of years to graduate	X.XX

# Average number of years to graduate X.XX

Total cost of degree completion (Avg grants/scholarships awarded)	\$ XXX.XX (\$ XXX.XX)
Total degree in vestment	\$ XXX.XX
Days between graduation and employment	XX
Percent employed 6 months from graduation:	XX%
Percent employed within field of study:	XX%

## Compensation & Degree Investment Analysis



\$X,XXX/yr \$XXX/mo Min	\$X,XXX <i>i</i> yr \$XXX/mo Average		X,XXX/yr XXX/mo Max
Degree		١nv	estment Payment
Percent of	Monthly Pag	yment	Number of Years
average salary			required to
used as payment			recoup degree
			investment
10%	\$XXX		80
15%	\$XXX		XXX
20%	\$XXX		XXX
25%	\$XXX		XXX
30%	\$XXX		ХХ

Note: •• symbol is used when a monthly payment is insufficient to recoup the degree investment

Federally guaranteed student loan interest rate

XX %

<sup>1</sup> Data provided within this section are based on the most accurate and to date information collected by the University, numbers in the right column of this prospectus are provided for comparative purposes only

(b) Each degree prospectus shall be updated by the postsecondary 1 2 educational institution at least once each year.

(c) Each postsecondary educational institution may offer each 3 graduate from such institution \$100 as an incentive to the graduate to 4 5 provide information such institution needs in order to provide an accurate 6 degree prospectus. The incentive payment shall only be paid to those 7 individuals to which such offer is made that fully comply with the process 8 utilized by the institution to collect the information necessary to comply 9 with this section.

10 (d) The state board of regents shall adopt rules and regulations 11 necessary to implement the provisions of this section. 12

(e) As used in this section:

"Postsecondary educational institution" shall have the same 13 (1)14 meaning as that term is defined in K.S.A. 74-3201b, and amendments 15 thereto.

16 (2) "Publish" means to make the degree prospectus readily available 17 on the postsecondary educational institution's website homepage through a link that shall be no less prominent in size and typeface as the most 18 19 prominent link located on such institution's website homepage, and which shall be titled "Degree Prospectus," to provide an electronic copy of the 20 21 degree prospectus to each student who inquires about the degree program 22 and to provide a hard copy of the degree prospectus to each student 23 whenever a hard copy of any written materials concerning the degree 24 program are provided.

25 Sec. 2. This act shall take effect and be in force from and after its publication in the statute book. 26