



TO: Matthew L. Blomstedt, Ph.D.
Commissioner of Education

FROM: Sharon Katt, Administrator
Private Postsecondary Career Schools, Adult Program Services

SUBJECT: Report on the Nebraska Private Postsecondary Career Schools Tuition Recovery Cash Fund

Proposed Board Action:

Annual Report of the Private Postsecondary Career Schools Tuition Recovery Cash Fund.

Background Information:

The Tuition Recovery Cash fund was established 1993. The fund has attained the minimum balance as specified in State Statute 85-1656 R.R.S., and the current balance is \$291,324.96. There have been no claims against the fund and no funds have been paid out in the last year. The 2014 Tuition Recovery Cash Fund Report is attached.

Estimated Cost:

None

Supporting Documentation Included:

State Statute 86-1656 R.R.S., 2014 Tuition Recovery Cash Fund Report.

For Additional Information on this item:

Call Brad Dirksen (402)471-4825 or email brad.dirksen@nebraska.gov

TUITION RECOVERY FUND 2148 ACTIVITY
 March 31, 2014

| | 2010 | 2011 | 2012 | 2013 | * 2014 | TOTAL |
|---------------------------|------------|------------|------------|------------|------------|------------|
| BALANCE 1/01 | 254,727.89 | 266,207.42 | 274,258.37 | 282,430.24 | 288,741.64 | 0.00 |
| RECEIPTS 1/1-6/30 | 673.00 | 218.37 | 59.30 | 160.99 | 1,166.01 | 58,272.75 |
| RECEIPTS 7/1-12/31 | 1,512.65 | 350.73 | 1,350.22 | 25.48 | 0.00 | 89,170.21 |
| TOTAL RECEIPTS | 2,185.65 | 569.10 | 1,409.52 | 186.47 | 1,166.01 | 147,442.96 |
| INTEREST 1/1-6/30 | 4,208.02 | 3,811.46 | 3,511.16 | 3,377.69 | 1,417.31 | 72,220.23 |
| INTEREST 7/1-12/31 | 5,085.86 | 3,690.39 | 3,251.19 | 2,747.24 | 0.00 | 71,686.77 |
| TOTAL INTEREST | 9,293.88 | 7,501.85 | 6,762.35 | 6,124.93 | 1,417.31 | 143,907.00 |
| TOTAL RECEIPTS & INTEREST | 11,479.53 | 8,070.95 | 8,171.87 | 6,311.40 | 2,583.32 | 291,349.96 |
| TOTAL EXPENDITURES | 0.00 | 20.00 | 0.00 | 0.00 | 0.00 | 25.00 |
| BALANCE FOR YEAR | 266,207.42 | 274,258.37 | 282,430.24 | 288,741.64 | 291,324.96 | 291,324.96 |
| * AS OF 3/31/2014 | | | | | | |

85-1656. Tuition Recovery Cash Fund; assessment; board; powers and duties.

(1) The board shall annually assess each private postsecondary career school one-tenth of one percent of the prior school year's gross tuition revenue until the Tuition Recovery Cash Fund reaches the minimum fund level. The fund shall be maintained at a minimum of two hundred fifty thousand dollars and a maximum of five hundred thousand dollars. At any time when the fund drops below the minimum level, the board may resume the assessment. Funds in excess of the maximum level shall be used as directed by the board to provide grants or scholarships for students attending private postsecondary career schools.

(2) The board shall require documentation from each private postsecondary career school to verify the tuition revenue collected by the school and to determine the amount of the assessment under this section.

(3) Any private postsecondary career school applying for authorization to operate from the commissioner or any other agency after September 9, 1993, shall not be assessed under this section for the first year of operation but shall be assessed each year thereafter for four years or until the fund reaches the minimum level required by this section, whichever occurs last, and shall maintain the surety bond or other security required by section [85-1639](#) until such time.

(4) The authorization to operate of any private postsecondary career school which fails to comply with this section shall be subject to revocation.