

# ASSEMBLY, No. 4814

## STATE OF NEW JERSEY 220th LEGISLATURE

INTRODUCED OCTOBER 20, 2022

**Sponsored by:**

**Assemblyman WILLIAM F. MOEN, JR.**

**District 5 (Camden and Gloucester)**

**Assemblyman BENJIE E. WIMBERLY**

**District 35 (Bergen and Passaic)**

**Senator TROY SINGLETON**

**District 7 (Burlington)**

**Senator VIN GOPAL**

**District 11 (Monmouth)**

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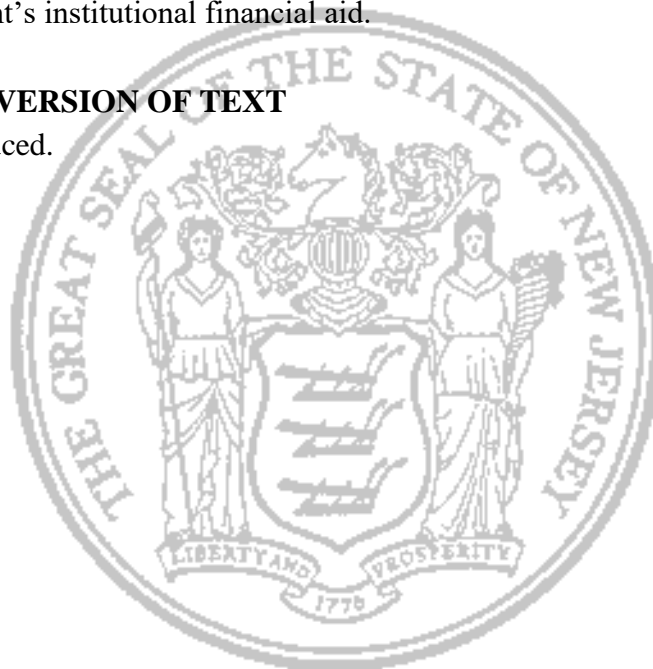
**Assemblywomen Jasey, Lampitt, Pintor Marin and Senator Pou**

**SYNOPSIS**

Removes expected family contribution from calculation of financial need under circumstances in which public institutions of higher education may reduce student's institutional financial aid.

**CURRENT VERSION OF TEXT**

As introduced.



**(Sponsorship Updated As Of: 1/8/2024)**

1 AN ACT concerning institutional financial aid and amending  
2 P.L.2021, c.223.

3

4 **BE IT ENACTED** by the Senate and General Assembly of the State  
5 of New Jersey:

6

7 1. Section 1 of P.L.2021, c.223 (C.18A:62-65) is amended to  
8 read as follows:

9 1. As used in this act:

10 **["Cost of attendance" means cost of attendance as defined**  
11 **pursuant to 20 U.S.C. s.1087ll.**

12 "Expected family contribution" means expected family  
13 contribution as determined pursuant to 20 U.S.C. s.1087nn. **]**

14 "Financial need" means cost of attendance **[minus expected**  
15 **family contribution]** as defined pursuant to 20 U.S.C. s.1087ll.

16 "Institutional financial aid" means need-based and merit-based  
17 grants, scholarships, tuition waivers, and all other forms of financial  
18 assistance provided by a public institution of higher education that  
19 are not loans or work-study programs.

20 "Private scholarships" means scholarships awarded by  
21 businesses, private foundations, nonprofit organizations, and  
22 service groups. Private scholarships shall not include awards funded  
23 by a private organization which is affiliated with a public institution  
24 of higher education and requests the institution's assistance in  
25 selecting the recipients of scholarships.

26 (cf: P.L.2021, c.223, s.1)

27

28 2. This act shall take effect immediately.

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30

#### STATEMENT

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32 This bill amends P.L.2021, c.223 to remove reference to  
33 expected family contribution. P.L.2021, c.223 provides that a public  
34 institution of higher education may only reduce a student's  
35 institutional financial aid, as a result of the awarding of private  
36 scholarships to the student, under certain circumstances. One of the  
37 circumstances in which an institution could reduce institutional aid  
38 under the law is if a student's total financial aid from all sources  
39 exceeds the student's financial need. In this case, the institution  
40 may only reduce the student's institutional financial aid until the  
41 student's total financial aid no longer exceeds the student's  
42 financial need.

43 Under the law, financial need is defined as the student's cost of  
44 attendance minus the student's expected family contribution. This  
45 bill would remove expected family contribution from the  
46 calculation of financial need.

**EXPLANATION – Matter enclosed in bold-faced brackets **[thus]** in the above bill is  
not enacted and is intended to be omitted in the law.**

**Matter underlined thus is new matter.**