

Subject Education: St. Paul citywide college savings accounts

Authors Her and others

Analyst Nathan Hopkins

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Overview

This bill funds a matching grant for the city of St. Paul to establish a college savings account for every child born in the city starting in fiscal year (FY) 2020. The Department of Education would act as the fiscal intermediary.

Summary

Section	Description
1	<p>Appropriations.</p> <p>Subd. 1. Department of Education. Establishes that the Department of Education will receive the general fund appropriation, which is transferred to St. Paul as a grant.</p> <p>Subd. 2. St. Paul citywide college savings account program.</p> <p>(a) Appropriates \$450,000 per year in FY 2020 and FY 2021 for a matching grant to St. Paul to establish a program creating a college savings account for every child born in the city starting in FY 2020.</p> <p>(b) Requires the city to partner with a financial institution to administer the program. Provides that the city owns an account, and the child is the beneficiary.</p> <p>(c) Limits use of the grant funds.</p> <p>(d) Requires the city to report to the legislature regarding the program.</p> <p>(e) Provides that this is a onetime appropriation. Requires grant funds to be matched with funds from nonstate sources.</p>



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