

## Fund Source Report

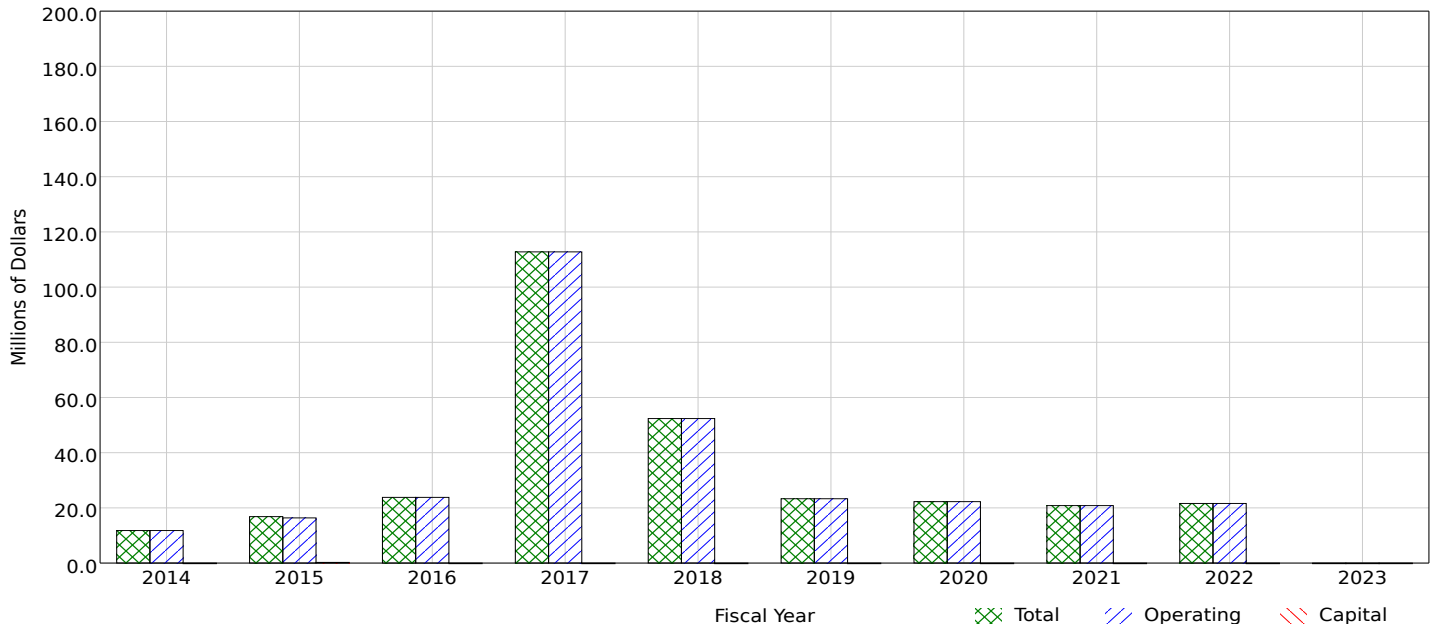
**1226**

**High Ed**

**Alaska Higher Education Investment Fund**

Year Authorized FY13	Year Repealed	Active? Yes	Mental Health? No	Duplicated? No	Fund Group Designated General
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### Operating and Capital Appropriations



#### Legal Authority

AS 37.14.750 (fund)  
AS 14.43 (program)

#### Source of Revenue

The fund consists of money appropriated to the fund: investment income; donations; and surplus amounts available for awards under AS 14.43.

#### Restrictions on Use

Seven percent of the prior year-end market value of the fund is available for appropriation to the grant account (one-third of the amount available) and to the scholarship account (two-thirds of the amount available). The Alaska Commission on Postsecondary Education may award grants and scholarships from the respective accounts, and money not awarded is returned to the fund.

#### Description and History

May 2013

\$400 million was deposited into the Alaska Housing Capital Corporation (AHCC) savings account in FY12, with appropriation from the AHCC to this fund contingent on adoption of a bill establishing a fund for education grants/scholarships. When this fund was not established in FY12, general funds were used for grants (\$2.8 million) and scholarships (\$3.0 million).

Chapter 74, SLA 2012 established a grant/scholarship program and this fund, which triggered the appropriation of \$400 million from the AHCC to this fund. FY13 grants were funded with \$3 million from the general fund and \$1 million from this fund. Scholarships were funded with \$3.1 million from ACHH and \$4.9 million from this fund.

Beginning in FY14, all funding for grants and scholarships is expected to come from this fund; \$4 million was appropriated for grants and \$8 million was appropriated for scholarships.

AS 14.43.820 outlines scholarship eligibility requirements; AS14.43.825 provides a sliding award scale based on GPA and test scores; and .830 limits attendance to Alaska postsecondary institutions.

Grants funded from this fund follow the rules established in AS 14.43.400-.420.