

"An Act relating to the scholarship loan program; and providing for an effective date."

COMMITTEE REPORT

2/6/75

HOUSE

Mr. Speaker:

Date _____

The Committee on FINANCE has had HB 28

under consideration. A Majority of the members of the Committee

recommends it DO PASS

recommends it DO NOT PASS

recommends it DO PASS WITH ATTACHED AMENDMENT(S)

recommends it BE REPLACED WITH CS FOR _____ AND THAT

CS FOR _____ DO PASS

"and" recommends it BE REFERRED TO THE _____

COMMITTEE

reports it back WITHOUT RECOMMENDATION

"other"

Members signing the Majority report:

Members NOT concurring in the Majority report:

_____ recommends:
_____ recommends:
_____ recommends:
_____ recommends:
_____ recommends:

Chairman

1 IN THE HOUSE

BY MILLER AND NAUGHTON

2 HOUSE BILL NO. 28

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to the scholarship loan program; and
7 providing for an effective date."

8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

9 * Section 1. AS 14.40.763(j) is amended to read:

10 (j) A portion of a loan shall be considered a grant if, upon com-
11 pletion of the course of study at a college or university outside the
12 state for which the loan was granted, the grantee returns to the state and
13 spends at least two years employed in the state. The portion of the
14 loan which shall be regarded as a grant shall be the following percentages
15 of the total loan received plus accrued interest:

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|----|----------------------------------|-------------|
| 16 | (1) two - three years residency | 10 per cent |
| 17 | (2) three - four years residency | 20 per cent |
| 18 | (3) four - five years residency | 30 per cent |
| 19 | (4) over five years residency | 40 per cent |

20 * Sec. 2. AS 14.40.763 is amended by adding a new subsection to read:

21 (k) A portion of a loan shall be considered a grant if, upon
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23 for which the loan was granted, the grantee remains in the state, employed
24 for a least two years. The portion of the loan which shall be regarded
25 as a grant shall be the following percentages of the total loan received
26 plus accrued interest:

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| 27 | (1) two - three years residency | 25 per cent |
| 28 | (2) three - four years residency | 50 per cent |
| 29 | (3) four - five years residency | 75 per cent |

(4) over five years residency 100 per cent

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* Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
070(c).

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BY MILLER AND NAUGHTON

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2 070(c).
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The Legislature of the State of Alaska
FISCAL NOTE

First Session - Ninth Legislature

I. REQUEST

Bill No. HB #28

Title: Relating to the Scholarship Loan Program

Requested by: House HESS Committee

Date: 1-31-75

Return Date Requested: ASAP

Agency: Education

Program: Post Secondary and Adult Education

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Student Financial Aids

A. EXPENDITURES: (Thousands of dollars)

OBJECT	FY 75	FY 76	FY 77	FY 78	FY 79	FY 80
100 PERSONAL SERVICES						
200 TRAVEL						
300 CONTRACTUAL						
400 COMMODITIES						
500 EQUIPMENT						
600 LAND & STRUCTURES						
700 GRANTS, CLAIMS, ETC.	690.9	729.5	822.0	941.7	1,053.3	1,133.5
TOTAL						

B. FUNDING: (Thousands of dollars)

GENERAL FUND	690.9	729.5	822.0	941.7	1,053.3	1,133.5
FEDERAL FUNDS						
OTHER						

C. POSITIONS:

PERMANENT/TEMPORARY	/	/	/	/	/	/
MAN MONTHS (P./T.)	/	/	/	/	/	/

III. ANALYSIS (See Fiscal Note Preparation Instructions, Section III)

Assumptions:

- 1) 300 new students enter program in-state because of 100% forgiveness. Average loan \$2,000 per student. (2000 x 300 = \$600,000)
- 2) 60% of total number of students at 100% forgiveness; 40% of the total number of students out-of-state at 40% forgiveness.
- 3) 70% of the in-state students qualify for 100% forgiveness.

IV. ATTACHMENTS

V. DATE: Feb 4, 1975

PREPARED BY: William H. ...

Original: Legislative Finance
cc: Budget and Management
Prime Sponsor (First Legislator Named)

The Legislature of the State of Alaska
FISCAL NOTE

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IV. ATTACHMENTS

V. DATE: 5.6.75

PREPARED BY: William H. HESS

Original: Legislative Finance
cc: Budget and Management
Prime Sponsor (First Legislator Named)

() 21 Revenue Projections Summary ()

FUND	RECEIPT CODE	RECEIPT TITLE (SUBTOTAL BY MAJOR RECEIPT GROUP, i.e. 300, 500, etc.)	FY 74 ACTUAL	FY 75 BUDGET ESTIMATED	FY 75 REVISED ESTIMATED	FY 76 REVISED ESTIMATED	FY 77 REVISED ESTIMATED	FY 78 REVISED ESTIMATED	FY 79 REVISED ESTIMATED	FY 80 REVISED ESTIMATED
		Student Loan Interest	25.5	47.6	47.6	67.8	120.8	179.0	237.4	279.5
		Student Loan Principal	89.2	168.8	168.8	240.6	428.3	634.5	841.8	990.8
		Interest repayments 66-05-0-102								
		Principal repayments 66-05-0-101								
		TOTAL	114.7	216.4	216.4	308.4	549.1	813.5	1079.2	1270.3

BRU STUDENT FINANCIAL AID - LOANS BRU CODE 05-12-3-21-01-00 REVISED

The Legislature of the State of Alaska
FISCAL NOTE

First Session - Ninth Legislature

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IV. ATTACHMENTS

V. DATE: Feb 4, 1975

PREPARED BY: William A. Thomas

Original: Legislative Finance
cc: Budget and Management
Prime Sponsor (First Legislator Named)

Introduced: 1/20/75
Referred: Health, Education
& Social Services and
Finance.

BY MILLER, NAUGHTON, BRADNER,
BUCHHOLDT, OSTROSKY AND SMITH

IN THE HOUSE

HOUSE BILL NO. 28

IN THE LEGISLATURE OF THE STATE OF ALASKA

NINTH LEGISLATURE - FIRST SESSION

A BILL

For an Act entitled: "An Act relating to the scholarship loan program; and
providing for an effective date."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

* Section 1. AS 14.40.763(j) is amended to read:

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100 per cent

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2 * Sec. 3. This Act takes effect immediately in accordance with AS 01.10.-
3 070(c).
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"An Act relating to the scholarship loan program; and providing for an effective date."

1/20/75

COMMITTEE REPORT

FINANCE

HOUSE

Mr. Speaker:

Date Feb 5, 1975

The Committee on HESS has had House Bill 28

under consideration. A Majority of the members of the Committee

() recommends it DO PASS

() recommends it DO NOT PASS

() recommends it DO PASS WITH ATTACHED AMENDMENT(S)

() recommends it BE REPLACED WITH CS FOR _____ AND THAT

CS FOR _____ DO PASS

() "and" recommends it BE REFERRED TO THE _____

COMMITTEE

() reports it back ^{w/individual} ~~WITHOUT~~ RECOMMENDATION

() "other"

Members signing the Majority report:

<u>Laura Davis</u>	<u>Do Pass</u>	<u>Kathryn Ostrach</u>	<u>- Do Pass</u>
<u>Steve Hartney</u>	<u>NO REC</u>	<u>Charles Han</u>	<u>- Do Pass</u>
<u>Al Ose</u>	<u>Do Pass</u>	<u>Lester Lamm</u>	<u>Do Pass</u>
<u>Chambers</u>	<u>Do Pass</u>	<u>Susan Sullivan</u>	<u>No Rec</u>

Members NOT concurring in the Majority report:

Alan B... recommends: do not pass

_____ recommends:

_____ recommends:

_____ recommends:

_____ recommends:

Susan Sullivan Chairman

A M E N D M E N T #1

OFFERED IN THE HOUSE:

By: HESS Committee

To: _____ HOUSE BILL No. 28

SENATE BILL No. _____

PAGE: 1

LINE: 27 - 29

Change lines 27 through 29 to read:

- | | |
|----------------------------------|-------------|
| (1) one - two years residency | 20 per cent |
| (2) two - three years residency | 40 per cent |
| (3) three - four years residency | 60 per cent |

PAGE 2

Change line 1 and 2 to read:

- | | |
|---------------------------------|--------------|
| (4) four - five years residency | 80 per cent |
| (5) over five years residency | 100 per cent |

ALASKA STATE LEGISLATURE

NINTH... Legislature FIRST... Session

HOUSE ... BILL NO. 28

By MILLER, NAUGHTON, BRADNER, BUCHHOLDT, OSTROSKY AND SMITH

"An Act relating to the scholarship loan program; and providing for an effective date."

Scholarship loan program

Introduced in the House ..1/20/.., 19.75

HISTORY IN THE HOUSE

19	75	Read first time and referred to Committee on												
Jan	20	Health, Education & Social Services and Finance Reported back with recommendation that												
		Read second time and												
		Read third time and												
		<table border="0"> <tr> <td>PASS</td> <td>Effective Date</td> </tr> <tr> <td>Yeas</td> <td>Yeas</td> </tr> <tr> <td>Nays</td> <td>Nays</td> </tr> <tr> <td>Absent</td> <td>Absent</td> </tr> <tr> <td>Excused</td> <td>Excused</td> </tr> </table>	PASS	Effective Date	Yeas	Yeas	Nays	Nays	Absent	Absent	Excused	Excused		
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Yeas	Yeas													
Nays	Nays													
Absent	Absent													
Excused	Excused													
		Reported correctly engrossed Signed by Speaker Sent to Senate												

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19	Read first time and referred to Committee on												
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Nays	Nays												
Absent	Absent												
Excused	Excused												
	Reported correctly engrossed Signed by President Returned to House												

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19	Received from Senate
	Reported correctly enrolled
	Sent to Governor
 By Governor
	Filed with Lt. Governor
	Chapter No.