

COMMITTEE REPORT

2/12/76

SENATE

Mr. President:

Date \_\_\_\_\_

The Committee on FINANCE has had SB 70  
scholarship loan program  
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

COMMITTEE REPORT

SENATE

FINANCE

1-28-75

Mr. President:

Date 2-6-76

The Committee on H.E.S.S. has had SB 70  
scholarship loan program  
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 SB 70 AND THAT

CS FOR SB 70 DO PASS

"and" recommends it BE REFERRED TO THE \_\_\_\_\_

COMMITTEE

reports it back WITHOUT RECOMMENDATION

"other"

Members signing the Majority report:

[Signature] \_\_\_\_\_

Genie Chance \_\_\_\_\_

Colletta \_\_\_\_\_

\_\_\_\_\_

Members NOT concurring in the Majority report:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

\_\_\_\_\_ recommends:

[Signature] Chairman

Original sponsors: Colletta, Rader,  
Ziegler et al

Offered: 2/12/76  
Referred: Finance

BY THE HEALTH, EDUCATION AND  
SOCIAL SERVICES COMMITTEE

1 IN THE SENATE

2 CS FOR SENATE BILL NO. 70

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 NINTH LEGISLATURE - SECOND 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 14.40.759 is amended to read:

10 Sec. 14.40.759. UNDERGRADUATE LOANS. The committee may make a  
11 loan, not to exceed \$3,000 [\$2,500] in any one school year, to an under-  
12 graduate student eligible under sec. 765 of this chapter.

13 \* Sec. 2. AS 14.40.763(a) is amended to read:

14 (a) Proceeds from scholarship loans may only be used for books,  
15 educational equipment and supplies, tuition and required fees, transpor-  
16 tation on the basis of one round trip a year between the student's  
17 Alaska residence and the college, university or career education program  
18 in which he is enrolled, and for room and board.

19 \* Sec. 3. AS 14.40.763(j) is amended to read:

20 (j) A portion of a loan shall be considered a grant if, upon  
21 completion of the course of study for which the loan was granted, the  
22 grantee returns to Alaska, and, for each year of timely repayment of the  
23 loan by the grantee living in Alaska, one year of the loan repayment  
24 shall be considered a grant [SPENDS AT LEAST TWO YEARS EMPLOYED IN THE  
25 STATE. THE PORTION OF THE LOAN WHICH SHALL BE REGARDED AS A GRANT SHALL  
26 BE THE FOLLOWING PERCENTAGES OF THE TOTAL LOAN RECEIVED PLUS ACCRUED  
27 INTEREST:

28 (1) TWO - THREE YEARS RESIDENCY 10 PER CENT  
29 (2) THREE - FOUR YEARS RESIDENCY 20 PER CENT

- 1 (3) FOUR - FIVE YEARS RESIDENCY 30 PER CENT  
2 (4) OVER FIVE YEARS RESIDENCY 40 PER CENT].

3 \* Sec. 4. This Act takes effect immediately in accordance with AS 01.10.-  
4 070(c).  
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Introduced: 1/28/75  
Referred: Health, Education  
and Social Services and  
Finance

BY COLLETTA, RADER, ZIEGLER  
HOHMAN AND RODEY

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13 \* Sec. 2. AS 14.40.761. is amended to read:

14 Sec. 14.40.761. GRADUATE LOANS. The committee may make a loan,  
15 not to exceed \$6,000 [\$5,000] in any one school year, to a graduate  
16 student who is eligible under sec. 765 of this chapter and is pursuing  
17 an advanced degree.

18 \* Sec. 3. This Act takes effect immediately in accordance with

19 AS 01.10.070(c).

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ALASKA STATE LEGISLATURE

NINTH Legislature FIRST Session

SENATE BILL NO. 70

By COLMETTA, RADER, SINGLER  
HOBMAN AND BOOBY

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

scholarship loan program

Introduced in the Senate ... 1/28, 1975.

HISTORY IN THE SENATE

19 75

Read first time and referred to Committee on

1 28

HESS & Finance

1976

2/13

Reported back with recommendation that *Hess: replace w/CS + de fund T. Finance*

Read second time and

Read third time and

PASS Effective Date  
Yeas Yeas  
Nays Nays  
Absent Absent  
Excused Excused

Reconsideration

PASS Effective Date  
Yeas Yeas  
Nays Nays  
Absent Absent  
Excused Excused

Reported correctly engrossed  
Signed by President  
Sent to House

SECRETARY OF THE SENATE

HISTORY IN THE HOUSE

19

Read first time and referred to Committee on

Reported back with recommendation that

Read second time and

Read third time and

PASS Effective Date  
Yeas Yeas  
Nays Nays  
Absent Absent  
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Reconsideration

PASS Effective Date  
Yeas Yeas  
Nays Nays  
Absent Absent  
Excused Excused

Reported correctly engrossed  
Signed by Speaker  
Returned to Senate

CHIEF CLERK OF THE HOUSE

HISTORY IN THE SENATE

19

Received from House

Reported correctly enrolled

Sent to Governor

..... By Governor

Filed with Lt. Governor

Chapter No. ....

THE LEGISLATURE OF THE STATE OF ALASKA  
FISCAL NOTE

Second Session - Ninth Legislature

I. REQUEST

Bill No. CS SB 70  
 Title: Act relating to scholarship loan fund.  
 Requested by: \_\_\_\_\_ Date: \_\_\_\_\_  
 Return Date Requested: \_\_\_\_\_  
 Agency: \_\_\_\_\_ Program: \_\_\_\_\_

II. FISCAL DETAIL

Budget Request Unit(s) Affected: Student Financial Aid Division

A. EXPENDITURES: (Thousands of dollars)

| OBJECT                   | FY 76 | FY 77 | FY 78 | FY 79 | FY 80 | FY 81 |
|--------------------------|-------|-------|-------|-------|-------|-------|
| 100 PERSONAL SERVICES    |       |       |       |       |       |       |
| 200 TRAVEL               |       |       |       |       |       |       |
| 300 CONTRACTUAL          |       |       |       |       |       |       |
| 400 COMMODITIES          |       |       |       |       |       |       |
| 500 EQUIPMENT            |       |       |       |       |       |       |
| 600 LAND & STRUCTURES    |       |       |       |       |       |       |
| 700 GRANTS, CLAIMS, ETC. | -0-   | 772.4 | 811.0 | 851.6 | 894.2 | 938.9 |
| TOTAL                    |       |       |       |       |       |       |

B. FUNDING: (Thousands of dollars)

|               |     |       |       |       |       |       |
|---------------|-----|-------|-------|-------|-------|-------|
| GENERAL FUND  | -0- | 772.4 | 811.0 | 851.6 | 894.2 | 938.9 |
| FEDERAL FUNDS |     |       |       |       |       |       |
| OTHER         |     |       |       |       |       |       |

C. POSITIONS:

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

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

- Section 1. Estimate 25% of undergraduate students (415) qualify for increase in maximum loan  $415 \times 500 = 207.5$
- Section 2. Estimate 1/2 of students (947) increase loan requests to cover transportation estimated average round trip at \$300.  $947 \times 300 = 284.1$   
 Estimate 20% of students increase requests to cover education equipment and supplies at average of \$200.  $379 \times 200 = 75.8$
- Section 3. Estimate 50% qualify for forgiveness, using FY 76 budget  
 $4100 \times 50\% = 2050.0$ . Increase from 40% to 50% forgiveness  
 $2050.0 \times 10\% = 205.0$ .  
 Estimate 5% growth per year.

|           |              |
|-----------|--------------|
| Section 1 | 207.5        |
| Section 2 | 284.1        |
|           | 75.8         |
| Section 3 | 205.0        |
| TOTAL     | <u>772.4</u> |

IV. ATTACHMENTS

V. DATE: February 20, 1976 PREPARED BY: *[Signature]*

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

A 015682

Original sponsors: Colletta, Rader,  
Ziegler et al

Offered: 2/12/76  
Referred: Finance

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BY THE HEALTH, EDUCATION AND  
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