

SB

227

**STATE OF ALASKA 1987 LEGISLATIVE SESSION
FISCAL NOTE**

REQUEST: _____

Bill Version: CS SB 227 (SA)
Publish Date: 4-1-87

Revision Date: _____

Agency Affected: Education

Title: Re: Claims to Permanent
Fund Dividends

BRU: Postsecondary Commission

Sponsor: Uehling, Faiks

Components: Student Loan Admin.

Requestor: Senate State Affairs

Student Loan Fund

EXPENDITURES/REVENUES: (Thousands of Dollars)

| OPERATING | FY 87 | FY 88 | FY 89 | FY 90 | FY 91 | FY 92 |
|-------------------|-------|-------|-------|-------|-------|-------|
| PERSONAL SERVICES | | | | | | |
| TRAVEL | | | | | | |
| CONTRACTUAL | | | | | | |
| SUPPLIES | | | | | | |
| EQUIPMENT | | | | | | |
| LAND & STRUCTURES | | | | | | |
| GRANTS, CLAIMS | | | | | | |
| MISCELLANEOUS | | | | | | |
| TOTAL OPERATING | N.A. | -0- | -0- | -0- | -0- | -0- |

| | | | | | | |
|---------|------|-------|--------------|-------|--|--|
| CAPITAL | N.A. | ----- | see attached | ----- | | |
|---------|------|-------|--------------|-------|--|--|

| | | | | | | |
|---------|--|--|--|--|--|--|
| REVENUE | | | | | | |
|---------|--|--|--|--|--|--|

FUNDING: (Thousands of Dollars)

| | | | | | | |
|---------------|------|-----|-----|-----|-----|-----|
| GENERAL FUND | N.A. | -0- | -0- | -0- | -0- | -0- |
| FEDERAL FUNDS | | | | | | |
| OTHER | | | | | | |
| TOTAL | N.A. | | | | | |

POSITIONS:

| | | | | | | |
|-----------|------|-----|-----|-----|-----|-----|
| FULL-TIME | N.A. | -0- | -0- | -0- | -0- | -0- |
| PART-TIME | | | | | | |
| TEMPORARY | | | | | | |

ANALYSIS :

(see attached page)

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Division: Postsecondary Education Commission

Phone: 465-2854
Date: 4-8-87

Approved by Commissioner: _____
Agency: _____

Date: _____

Distribution (by preparer):

Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)
Senate Secretary

es SB 227 (SA)
FISCAL IMPACT ANALYSIS

1. Operating budget: The Commission currently runs a tape match of defaulted borrowers against the permanent fund dividend file, so there would be no additional administrative expense associated with this bill.
2. Loan fund (Capital): SB 227 will produce a positive revenue source for the student loan revolving fund. Since the amount of the dividend varies, and since the number of defaulters applying will also vary, it is not possible to predict the fiscal impact with any accuracy. However, if the terms of SB 227 had been in place in FY87, the impact would have been:

| <u>Default Match</u> | <u>Claims Filed</u> | <u>Dividends "missed"</u> | <u>Funds Not Received</u> |
|----------------------|---------------------|---------------------------|---------------------------|
| 2,000 | 800 | 1,200 | \$673,200 |

Hence, this bill could produce \$400,000 to \$800,000 annually if the application and default rate remains relatively constant.