

SB

36

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FILE

FEB 13 1995



SENATOR FRED F. ZHAROFF

ALASKA STATE LEGISLATURE

P. O. BOX 405, KODIAK, ALASKA 99815 (907) 486-5259 (FAX ALSO)

DURING SESSION:

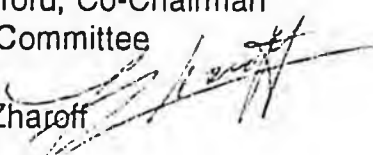
STATE CAPITOL, JUNEAU, ALASKA 99801-1182 • (907) 465-3473 • FAX: (907) 463-3043

DISTRICT C

KODIAK ISLAND • RURAL SOUTHEAST • SOUTH KENAI PENINSULA

MEMORANDUM

TO: Senator Rick Halford, Co-Chairman
Senate Finance Committee

FROM: Senator Fred F. Zharoff 

DATE: February 13, 1995

SUBJ: Scheduling of SE 36-Winn Brindle Memorial Scholarship Loans

I respectfully request scheduling of CSSB 36(HESS), "An Act relating to interest on and repayment of A. W. Brindle memorial Scholarship loans; and providing for an effective date" before the Senate Finance Committee.

I have attached back-up information for the committee packet.

Thank you in advance for your consideration of this matter.



SENATOR FRED F. ZHAROFF

ALASKA STATE LEGISLATURE

P. O. BOX 405, KODIAK, ALASKA 99615 (907) 486-5259 (FAX ALSO)

DURING SESSION:

STATE CAPITOL, JUNEAU, ALASKA 99801-1182 • (907) 465-3473 • FAX: (907) 463-3043

DISTRICT C

KODIAK ISLAND • RURAL SOUTHEAST • SOUTH KENAI PENINSULA

SPONSOR STATEMENT

CSSB 36(HESS)-WINN BRINDLE MEMORIAL SCHOLARSHIP LOANS SENATOR FRED F. ZHAROFF

CS SB 36(HESS), "An Act relating to interest on and repayment of A. W. Brindle memorial scholarship loans; and providing for an effective date" was introduced at the recommendation of Alec Brindle of Wards Cove Packing Company. The intent of this bill is to make the A. W. Brindle memorial scholarship loan program more attractive to students seeking post secondary degrees. The Brindle program may be used by students statewide--not just those who reside in fishing communities as some have perceived--who are interested in seeking degrees in fisheries, fishery sciences, fishery management, seafood processing, food technology or other closely related fields.

The program is funded by contributions from the fish processing industry. Fisheries businesses are entitled to a tax credit of not more than five percent of their fish tax liability for contributions made during the year to the A. W. Brindle scholarship account.

According to the Alaska Commission on Postsecondary Education, the Brindle program is currently being underutilized by students. Although over \$1.8 million has been contributed to the program by the industry since 1987, a balance of approximately \$1.4 million remains in the fund. My hope is that by allowing a forgiveness provision similar to that of the old student loan program and by fixing a low interest rate (5%), more students will take advantage of the A. W. Brindle memorial scholarship loan program and seek degrees in fisheries related fields.

- 1 -
- 2 -PROCESSORS OF
CHOICE ALASKA SEAFOOD
SINCE 1912

Wards Cove Packing Company

PHONE (206) 323-1000

1150 HAZARD STREET
P.O. BOX 94000
SEATTLE, WA 98108-0000

DAY FAX (206) 323-9163

November 8, 1994

Senator Fred Zharov
P.O. Box 405
Kodiak, Alaska 99615

Re: A.W. "Winn" Brindle Memorial Scholarship Loan Program

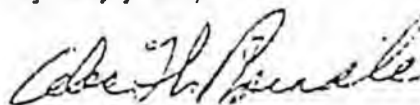
Dear Fred,

I am enclosing a memo to the Alaska Fisheries Businesses, from Gordon Olson, Administrative Assistant of the Alaska Commission on Postsecondary Education. The memo has to do with fisheries business tax credits for donations to the A.W. "Winn" Brindle Memorial Scholarship Loan Program. I note that since 1987 a total of \$1,405,988.76 has been contributed, and that there is still remaining in the account about \$1,000,000.00. While we should all be pleased with the progress the program has made, in view of the amount of money remaining, I wonder if it would be time to consider changing the program from a straight loan program to some compilation of a grant and loan program.

Students today have a difficult time repaying educational loans with all of the other financial pressures on them. What would you think of a program where, of the amount borrowed only 50 percent would have to be repaid? The other 50 percent would be forgiven if each student worked in Alaska for a five year period of time, with a proportion of the entire loan of up to 50 percent being forgiven for each year of employment in the state. This would also apply even if they were out of state, if they were employed in the fisheries business.

This is only a preliminary idea. I hate to see as much money sitting in the fund as there is, when it might be better used for helping Alaska students. I would be happy to discuss my ideas with you further when you have time. Thank you for your consideration.

Very truly yours,



Alec W. Brindle

AWB/cp



ALASKA COMMISSION ON POSTSECONDARY EDUCATION
 3030 Vintage Blvd.
 Juneau, AK 99801-7109
 Phone Number: (907) 465-6741 (Voice)
 (907) 465-5318 (Fax)
 (907) 465-3143 (TDD)

MEMORANDUM

TO: Alaska Fisheries Businesses

FROM: Gordon Olson, Administrative Assistant
 Alaska Commission on Postsecondary Education

SUBJECT: Fisheries Business Tax Credits for Donations to the A.W. "Winn" Brindle Memorial Scholarship Loan Program

DATE: November 3, 1994

The 1986 Alaska Legislature established the A.W. "Winn" Brindle Memorial Scholarship Loan Program. This scholarship is in memory of A.W. "Winn" Brindle who was President of the Wards Cove Packing Company and Columbia Wards Fisheries. It is funded by private donations and contributions from fisheries businesses in exchange for tax credits.

The loan funds are used to provide educational loans for full-time undergraduate or graduate study at accredited schools in the following degree or certificate programs: fisheries, fishery science, fishery management, seafood processing, food technology, and other closely related fields. Loans may be used for tuition and fees, books and supplies, room and board, and transportation costs. Interest charged is 8%. A 1994-95 status report for this program is attached.

A fisheries business is entitled to a credit of up to 5% of its business tax liability for contributions made during the tax year to the A.W. "Winn" Brindle Memorial Scholarship loan account. A tax credit may not be approved for more than 100% of a scholarship contribution. Total tax credits claimed for a tax year for capital expenditures and scholarship contributions may not exceed 50% of the taxpayer's business tax liability for that tax year.

To make a contribution to the scholarship fund:

Mail or deliver your contribution in the form of a check payable to the Winn Brindle Memorial Scholarship Loan Fund to the Alaska Commission on Postsecondary Education, 3030 Vintage Blvd., Juneau, AK 99801-7109. The check will be deposited in the Memorial Scholarship fund account at the Commission. Please remember that a donation must be received by our agency by December 31, 1994 to qualify as a credit for the 1994 tax year.

Attachment

A.W. "WINN" BRINDLE MEMORIAL SCHOLARSHIP LOAN PROGRAM
NOMINATION FORM

I would like to nominate the following Alaska resident to be considered for a scholarship loan under the A.W. "Winn" Brindle Memorial Scholarship Loan Program.

I believe this person would benefit from a scholarship loan to assist in the pursuit of a degree or certificate in a seafood industry or fisheries-related field of study.

Nominee's Name: _____

Address: _____

Phone No.: _____

Please write a brief statement about your relationship to the above individual and how long you have known him or her. Include the nominee's current or proposed educational plans and field of study if known.

Please circle one:

I will/will not contribute to the A.W. "Winn" Brindle Memorial Scholarship Fund for the current tax year.

Signature

Printed Name

Title

Date

Business Name

Business Address

City and State

Business Phone

Return to:

Alaska Commission on Postsecondary Education
3030 Vintage Blvd.
Juneau, AK 99801-7109
(907) 465-6741

1994-1995 WINN BRINDLE MEMORIAL SCHOLARSHIP LOAN
STATUS REPORT

| <u>Student</u> | <u>Institution</u> | <u>Field of Study</u> | <u>Degree</u> | <u>Amount</u> |
|-------------------|--------------------------------|--|---------------|-----------------|
| Asplund, Brian | University of Alaska Fairbanks | Fisheries/Natural Resources Management | Bachelor's | \$ 5,000 |
| Gold, Joseph | Texas A&M-Galveston | Marine Biology | Bachelor's | \$ 5,000 |
| Horne, Ricky | Sheldon Jackson College | Fisheries | Bachelor's | \$16,550 |
| Kruth, Jason | The Ocean Corporation | Commercial Diving | Certificate | \$16,800 |
| Olson, Neil | University of Washington | Chemistry/Salmon Speciation | PHD | \$ 5,000 |
| Stonesoner, Alice | University of Alaska Fairbanks | Fisheries | Bachelor's | <u>\$ 7,000</u> |
| | | | | \$55,350 |

Amount Remaining in Account 31,018,155.73

Contributions

| | | |
|---------------|----------------------------------|------------------|
| 07/87 - 12/90 | | \$327,563.55 |
| 12/91 | St. Elias Ocean Products | 12,500.00 |
| 12/91 | King Crab, Inc. | 4,000.00 |
| 12/91 | Ocean Beauty Alaska, Inc. | 6,000.00 |
| 12/91 | M/V Ocean Pride | 25,000.00 |
| 12/91 | King Crab, Inc. | 30,000.00 |
| 12/91 | Alyeska Seafoods, Inc. | 38,400.00 |
| 12/91 | Wards Cove Packing | 76,500.00 |
| 12/91 | Peter Pan Seafoods | 120,000.00 |
| 12/92 | J.R. Fisheries | 300.00 |
| 12/92 | Peter Pan Seafoods | 160,000.00 |
| 12/92 | Wards Cove Packing Company | 100,000.00 |
| 12/92 | Alyeska Seafoods, Inc. | 32,300.00 |
| 12/92 | King Crab, Inc. - Kodiak | 20,000.00 |
| 12/92 | King Crab, Inc. - Naknek | 5,000.00 |
| 12/92 | St. Elias Ocean Products | 12,000.00 |
| 12/92 | Chatham Strait Seafoods | 6,000.00 |
| 12/92 | M/V Ocean Pride | 30,000.00 |
| 12/93 | Wards Cove Packing Company, Ekuk | 549.45 |
| 12/93 | Nelbro Packing Company | 26,875.76 |
| 12/93 | Peter Pan Seafoods | 160,000.00 |
| 12/93 | Wards Cove Packing Company | 80,000.00 |
| 12/93 | Alyeska Seafoods, Inc. | 39,000.00 |
| 12/93 | King Crab, Inc. - Kodiak | 25,000.00 |
| 12/93 | King Crab, Inc. - Naknek | 5,000.00 |
| 12/93 | St. Elias Ocean Products | 9,000.00 |
| 12/93 | Chatham Strait Seafoods | 9,000.00 |
| 12/93 | M/V Ocean Pride | 25,000.00 |
| 12/93 | Queen Fishery | <u>20,000.00</u> |
| | | \$1,405,988.76 |

Revenue Statute establishing tax credit
for A. W. Brindle Program

Sec. 43.75.032. Tax credit for scholarship contributions. (a) A fisheries business is entitled to a credit of not more than five percent of the business tax liability under AS 43.75.015 for contributions made during the tax year to the A. W. "Winn" Brindle memorial scholarship account (AS 14.13.250). A tax credit under this section may not be approved for more than 100 percent of a scholarship contribution.

(b) The department may not approve a tax credit under this section if the fisheries business claiming the credit is in arrears in the payment of a fisheries business tax under AS 43.75.015; for purposes of this subsection, a taxpayer is not in arrears if the payment is under administrative or judicial appeal.

(c) The department shall prepare an application form for a credit under this section.

(d) The department shall approve or disapprove an application for credit under this section not later than 60 days after receiving the application. §§ 2, 3 ch 79 SLA (1986)

Effect of amendments. — The 1986 1986, effective January 1, 1992, reworded amendment by Section 3, ch. 79, SLA this section.

Revisor's notes. — Formerly AS 14.40.205. Renumbered in 1982.

Reorganized in 1985 to standardize the defined terms.

Paragraph (4) was enacted as (3). Renumbered in 1991, at which time former paragraph (2) was also deleted, and former paragraphs (3)-(4) were renumbered as (2)-(3).

Cross references. — For Title IV, Part B of the Higher Education Act of 1965, see 20 U.S.C. 1071-1087-2.

Effect of amendments. — The 1991 amendment, effective July 1, 1991, repealed former paragraph (2) and added paragraph (4).

Article 5. Memorial Scholarship Revolving Loan Fund.

| | |
|-------------------------------------|--------------------------------|
| Section | Section |
| 250. Declaration of purpose | 310. Selection |
| 255. Fund created | 315. Discrimination prohibited |
| 300. Limits on, conditions of loans | 320. Administering authority |
| 305. Repayment of loans | 325. Funding |

Sec. 14.43.250. Declaration of purpose. (a) The legislature may pay tribute to the memory of Alaskans who, by the example of their lives, or by their distinguished contribution and service to this state, their community or their profession, exemplified the best that is the challenge of "The Great Land" by the creation of memorial scholarships as a part of a general memorial scholarship revolving loan fund, setting out the purpose for which each is created, and the conditions applicable to each scholarship.

(b) The purposes of the several memorial scholarship accounts in the memorial scholarship revolving loan fund are as follows:

(1) the Michael Murphy memorial scholarship perpetuates the memory of Michael Murphy, a member of the Alaska State Troopers, who, while on leave from that division, gave his life for his adopted country in Vietnam on May 22, 1968;

(2) the Carroil L. "Butch" Swartz memorial scholarship perpetuates the memory of Carroil L. "Butch" Swartz, of Juneau, who was a student intern with the Criminal Justice Planning Agency and the Governor's Commission on the Administration of Justice during the summer months of 1972 and 1973 and whose accidental and untimely death in November 1973 occurred while completing his undergraduate education at Yale University, thus never realizing his educational goals or career objective;

(3) the Harvey Golub memorial scholarship perpetuates the memory of Harvey Golub, of Juneau, who was chief engineer of the bridge design section of the Department of Highways of the State of Alaska and whose accidental and untimely death September 13, 1971, cut short a widely-respected career in civil engineering;

(4) the Robert L. Thomas memorial scholarship perpetuates the memory of Robert L. Thomas, of Juneau, who as Deputy Commissioner of Education, and for 13 years as a member of the professional staff of that department contributed significantly to the creation, op-

eration, and administration of a sound system of public education in Alaska and whose tragic and untimely death March 12, 1974, terminated a distinguished career in education and public administration that long will be exemplary for those who aspire to service in that profession:

* 5) the A.W. (Winn) Brindle memorial scholarship loan perpetuates the memory of A.W. (Winn) Brindle, who was the president of the Wards Cove Packing Company and Columbia-Wards Fisheries and whose death July 4, 1977, terminated a distinguished career dedicated to the development of the Alaska seafood industry; and

6) the Nick Begich memorial scholarship perpetuates the memory of Nick Begich, teacher and school superintendent at Fort Richardson, father of the Alaska kindergarten program, state senator, and member of the United States House of Representatives, whose accidental and untimely death in October of 1972 cut short a productive and distinguished career in education and public service. (§ 21 ch 136 SLA 1974; am § 1 ch 78 SLA 1986; am § 1 ch 13 SLA 1991)

Revisor's notes. — Formerly AS 14.40.510. Renumbered in 1982. in subsection (b), added paragraph (6) and made punctuation and related stylistic

Effect of amendments. — The 1991 amendment, effective September 3, 1991. changes.

Sec. 14.43.255. Fund created. (a) There is created a memorial scholarship revolving loan fund. The fund shall be used to provide educational scholarship loans to students selected under AS 14.43.250 — 14.43.325. Unless the instrument evidencing the memorial scholarship loan has been sold or assigned to the Alaska Student Loan Corporation, repayments of a loan shall be deposited into the memorial scholarship revolving loan fund and shall be used to make new loans.

(b) Each memorial scholarship, the purpose of which is set out in AS 14.43.250(b), is a separate account in the memorial scholarship revolving loan fund created under (a) of this section.

(c) The commission may sell or assign notes and other instruments evidencing memorial scholarship loans to the Alaska Student Loan Corporation and enter into agreements with the corporation relating to loans, the administration of the student loan fund created under AS 14.42.210, and the payment of and security for bonds of the corporation. Proceeds from the sale or assignment of a note or other instrument shall be deposited in the appropriate memorial scholarship loan fund account. (§ 21 ch 136 SLA 1974; am § 2 ch 78 SLA 1986; am §§ 11, 12 ch 92 SLA 1987; am § 18 ch 43 SLA 1991)

Revisor's notes. — Formerly AS 14.40.815. Renumbered in 1982. section (c), substituted "the commission" for "the Student Financial Aid Committee

Effect of amendments. — The 1991 amendment, effective July 1, 1991, in sub- created under AS 14.43.095."

Sec. 14.43.300. Limits on, conditions of loans. (a) A scholarship loan to a recipient under AS 14.43.250(b)(1) — (4) or (6) may not exceed \$2,500 a school year for an undergraduate student or \$5,000 a school year for a graduate student, and may not be made to a student for more than six years. A scholarship loan to a recipient under AS 14.43.250(b)(5) may not exceed the cost of tuition and required fees, books and educational supplies, room and board, and transportation for two round trips between the recipient's home and school each year. A loan under AS 14.43.250(b)(5) may not be made for more than five years of undergraduate study, five years of graduate study, or a combined maximum of eight years of study.

(b) A loan made under AS 14.43.250 — 14.43.325 may be used only as follows:

(1) a Michael Murphy memorial scholarship loan may be used only to pursue a degree program in an accredited college or university in law enforcement, law, probation and parole, or penology, or closely related fields;

(2) a Carroll L. "Butch" Swartz memorial scholarship loan may be used only to pursue a degree program in an accredited college or university in criminal law, criminology, corrections, police science and administration, juvenile justice, or other fields closely related to criminal justice;

(3) a Harvey Golub memorial scholarship loan may be used only to pursue a degree program in an accredited college or university in civil, mechanical, electrical, electronic, petroleum, mining, traffic and transportation, sanitary, chemical, or other recognized field of engineering;

(4) a Robert L. Thomas memorial scholarship loan may be used only to pursue a degree program in an accredited college or university that will lead to a career in education or public administration, or other closely related field;

(5) an A.W. (Winn) Brindle memorial scholarship loan may be used only to pursue a certificate or degree program in an accredited school, college, or university in fisheries, fishery science, fishery management, seafood processing, food technology, or other closely related field; and

(6) a Nick Begich memorial scholarship loan may be used only to pursue a degree program in an accredited college or university that will lead to a career in education, public administration, government, or other closely related field.

(c) The recipient of a memorial scholarship loan must be a resident of Alaska and enrolled or eligible for enrollment as a full-time student in a certificate or degree program in a field listed in (b) of this section that is appropriate to the memorial scholarship loan received.

1) The recipient must at all times continue to be enrolled as a full-time student in good standing at an accredited postsecondary institution that is appropriate to the memorial scholarship received.

e) In any year in which the memorial scholarship revolving loan fund created under AS 14.43.255 has inadequate receipts to fund a loan in one of the scholarship categories listed in AS 14.43.250(b), no loan in that scholarship category may be offered and the receipts shall be added to the amount available for that category in the succeeding year.

f) The administering authority may provide conditions in the note signed by the recipient or in a separate document or communication that will help it carry out the provisions of AS 14.43.250 -- 14.43.325.

§ 21 ch 136 SLA 1974; am § 3 — 5 ch 75 SLA 1986; am § 3 ch 168 SLA 1990; am § 2, 3 ch 13 SLA 1991

Revisor's notes. — Formerly AS 14.43.320. Renumbered in 1982.

Effect of amendments. — The 1990 amendment, effective June 22, 1990, substituted the language beginning "postsecondary institution" for "college or university" at the end of subsection d).

The 1991 amendment, effective September 3, 1991, in subsection a), inserted "or 5)" in the first sentence; and, in subsection b), added paragraph 5) and made related stylistic changes.

Sec. 14.43.305. Repayment of loans. (a) Memorial scholarship loans under AS 14.43.250(b)(1) — (4) or (6) shall be noninterest-bearing and security for the loan may not be required. However, the note signed by the recipient shall provide for the payment of attorney fees, costs of court, and skip-tracing fees if any are incurred in collection of the unpaid amount owed on the loan.

b) No part of a loan made under AS 14.43.250 — 14.43.325 need be repaid during an academic year in which the student is attending an accredited college or university as a full-time student.

c) Loans may be repaid at an accelerated rate at the option of the recipient.

d) If a loan is in default, the administering authority shall notify the recipient that repayment of the remaining balance is accelerated and due by sending the recipient a notice of registered or certified mail.

e) A recipient of a memorial scholarship loan under AS 14.43.250(b)(1) — (4) or (6) who graduates from a degree program shall receive forgiveness of one-fifth of loan indebtedness for each one-year period the recipient is employed full time in Alaska in

(1) law-enforcement or related fields, if a recipient of a Michael Murphy memorial scholarship loan;

(2) criminal law, criminal justice, or other closely related fields, if a recipient of a Carroil L. "Butch" Swartz memorial scholarship loan;

(3) a recognized branch of the engineering profession or other closely related fields, if a recipient of a Harvey Golub memorial scholarship loan;

(4) education or public administration, or other closely related field, if a recipient of a Robert L. Thomas memorial scholarship loan; or

(5) education, public administration, government, or other closely related field, if a recipient of a Nick Begich memorial scholarship loan.

(f) That portion of the loan that is forgiven under (e) of this section shall be considered a grant to the recipient.

(g) A recipient who does not qualify for forgiveness of all or a part of the loan made under AS 14.43.250(b)(1) -- (4) or (5) shall begin repayment of the unforgiven portion within six months after leaving employment or terminating studies in

(1) law enforcement or related fields, if a recipient of a Michael Murphy memorial scholarship loan;

(2) criminal law, criminal justice, or other closely related fields, if a recipient of a Carroil L. "Butch" Swartz memorial scholarship loan;

(3) a recognized branch of the engineering profession or other closely related fields, if a recipient of a Harvey Golub memorial scholarship loan;

(4) education or public administration, or other closely related field, if a recipient of a Robert L. Thomas memorial scholarship loan; or

(5) education, public administration, government, or other closely related field, if a recipient of a Nick Begich memorial scholarship loan.

(h) The unforgiven portion of a loan under (g) of this section shall be repaid in an amount, and at a monthly rate, to be determined by the administering authority after consultation with the recipient, but in any event not less than \$50 a month.

(i) To the extent they are not in conflict with terms and conditions under AS 14.43.250 -- 14.43.325, the terms and conditions of a memorial scholarship loan made under AS 14.43.250(b)(5) are the same as the terms and conditions for a scholarship loan under AS 14.43.090 -- 14.43.160, § 21 ch 136 SLA 1974; am §§ 6 -- 9 ch 73 SLA 1986; am §§ 4 -- 6 ch 13 SLA 1991)

Am. Br. 1991

Revisor's notes. -- Formerly AS 14.40.825. Renumbered in 1982. In subsections (a), (e), and (g), inserted "or (6)"; and, in subsections (e) and (g), added

Effect of amendments. -- The 1991 amendment, effective September 3, 1991, paragraph (5) and made related stylistic changes.

Sec. 14.43.310. Selection. (a) In selecting from among eligible applicants a person who will be granted a loan under AS 14.43.250 -- 14.43.325, the administering authority shall consider the following:

- (1) the applicant's career goals and aspirations;
- (2) the applicant's prior academic record;

3) the financial need of the applicant; and
 4) other items that may be considered relevant by the administering authority to determine whether an applicant will receive a loan.
 b) To assist the administering authority in selecting eligible applicants for award of each of the memorial scholarship loans under AS 14.43.250 — 14.43.325 and in reviewing the memorial scholarship loan program, the following advisory committees are established:

1) three Alaska state troopers, each one to be selected from and to represent a state trooper region of the state by the regional commander to serve for three years, for the Michael Murphy memorial scholarship;

2) three members of the Governor's Commission on the Administration of Justice selected annually by the commission from among its membership, for the Carrol L. "Butch" Swartz memorial scholarship;

3) three members of the state Board of Registration for Architects, Engineers and Land Surveyors selected annually by the board from among its engineer members, for the Harvey Golub memorial scholarship; and

4) three members of the state Board of Education, or of the staff of the Department of Education, or any combination of these, selected annually by the board, for the Robert L. Thomas memorial scholarship.

c) In selecting from among eligible applicants for award of a memorial scholarship loan under AS 14.43.250(b)(5), the administering authority shall give preference to applicants nominated by private donors to the A.W. (Winn) Brindie memorial scholarship loan account in the memorial scholarship revolving loan fund.

d) In selecting from among eligible applicants for award of a memorial scholarship loan under AS 14.43.250(b)(6), the administering authority shall give preference to applicants nominated by the board members of the Nick Begich Scholarship Intern Fund, Inc. (§ 21 ch 136 SLA 1974; am § 10 ch 78 SLA 1986; am § 7 ch 13 SLA 1991)

Revisor's notes. — Formerly AS 14.40.330. Renumbered in 1982. Effect of amendments. — The 1991 amendment, effective September 3, 1991, added subsection d).

Sec. 14.43.315. Discrimination prohibited. The memorial scholarship loan program shall be carried out without regard to the race, creed, sex, color, ancestry, national origin, or membership in fraternal or political organizations of the applicant. (§ 21 ch 136 SLA 1974)

Revisor's notes. — Formerly AS 14.40.335. Renumbered in 1982. Cross references. — See also AS 14.18 and AS 18.90.

Sec. 14.43.320. Administering authority. (a) The memorial scholarship loans provided for under AS 14.43.250 — 14.43.325 shall be administered by the executive director of the commission, subject to review by the commission and to those regulations the commission may prescribe to carry out the purposes of AS 14.43.250 — 14.43.325.

b) To the extent that they are not in conflict with the provisions of AS 14.43.250 — 14.43.325, the provisions of AS 14.43.090 — 14.43.160 relating to scholarship loans are applicable to loans made under AS 14.43.250 — 14.43.325. (§ 21 ch 136 SLA 1974; am § 19 ch 43 SLA 1991)

Revisor's notes. — Formerly AS 14.40.540. Renumbered in 1982. Effect of amendments. — The 1991 amendment, effective July 1, 1991, in sub-section (a), substituted "director" for "secretary" and references to the commission for references to the Student Financial Aid Committee.

Sec. 14.43.325. Funding. (a) The memorial scholarship revolving loan fund created under AS 14.43.255 shall be funded by voluntary contributions by state employees who may contribute the value of one or more days of annual leave a year to the memorial scholarship revolving loan fund to be credited to any one or more of the scholarship accounts listed in AS 14.43.250(b) at the discretion of the donor.

(b) The Department of Administration shall pay to the account of the memorial scholarship revolving loan fund established under AS 14.43.255 an amount equal to the value of the total number of days of annual leave contributed by state employees under (a) of this section.

c) The administering authority may accept contributions from private sources for the memorial scholarship revolving loan fund created under AS 14.43.255. These contributions shall be deposited in the memorial scholarship revolving loan fund created under AS 14.43.255 to be credited to any one or more of the scholarship accounts listed in AS 14.43.250(b) at the discretion of the donor. For the purpose of this subsection, "private sources" means private individuals, corporations, foundations, or other philanthropic or charitable organizations. (§ 21 ch 136 SLA 1974)

Revisor's notes. — Formerly AS 14.40.845. Renumbered in 1982.

Article 6. Educational Incentive Grant Program.

Section
400. Purpose; creation
405. Administration
410. Distribution of funds

Section
415. Eligibility; priority
420. Limitation on grants
500. Definitions

FISCAL NOTE

STATE OF ALASKA
1995 LEGISLATIVE SESSION

BILL NO. SB 36

2/8/95 #1
(S) HES
THEN FIN

Revision Date: _____ Dept. Affected: EDUCATION
Title: An Act relating to interest on and repayment BRU: ACPE
of A.W. Brindle memorial scholarship loans; and providing Component: Student Loan Operations
for an effective date.

Sponsor: Senator Zharoff
Requestor: Senator Zharoff COMPONENT SERIAL NO. 213

Expenditures/Revenues: (Thousands of Dollars)

| OPERATING | FY96 | FY97 | FY98 | FY99 | FY00 | FY01 |
|------------------------|------------|------------|------------|------------|------------|------------|
| PERSONAL SERVICES | | | | | | |
| TRAVEL | | | | | | |
| CONTRACTUAL | | | | | | |
| SUPPLIES | | | | | | |
| EQUIPMENT | | | | | | |
| LAND & STRUCTURES | | | | | | |
| GRANTS, CLAIMS | | | | | | |
| MISCELLANEOUS | | | | | | |
| TOTAL OPERATING | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

| | | | | | | |
|---------|--|--|--|--|--|--|
| CAPITAL | | | | | | |
|---------|--|--|--|--|--|--|

| | | | | | | |
|----------------------|--|--|--|--|--|--|
| REVENUE FUND SOURCE: | | | | | | |
|----------------------|--|--|--|--|--|--|

FUNDING: (Thousands of Dollars)

| | | | | | | |
|--------------------------|------------|------------|------------|------------|------------|------------|
| 1002 Federal Receipts | | | | | | |
| 1003 GF Match | | | | | | |
| 1004 GF | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 1005 GF/Program Receipts | | | | | | |
| 1006 GF/MHTIA | | | | | | |
| Other: | | | | | | |
| TOTAL | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

POSITIONS:

| | | | | | | |
|-----------|--|--|--|--|--|--|
| FULL-TIME | | | | | | |
| PART-TIME | | | | | | |
| TEMPORARY | | | | | | |

Estimate of current year (FY95) impact: \$ _____ \$0

ANALYSIS: (Attach a separate page if necessary)
The A.W. Brindle Memorial Scholarship Loan Program is funded by private donations and contributions from fisheries businesses in exchange for tax credits. The number of loans awarded each year is based on the amount of contributions made to the loan fund. Forgiveness of this loan and lower interest rates on this loan, which would result from passage of SB 36, would come from this privately funded loan fund.

Prepared by: Gillian R. Hays
Division: ACPE
Approved by Executive Director: Joe J. McLaughlin
Agency: ACPE

Phone: 465-6740
Date: 3-Feb-95
Date: 2/3/95

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SENATE COMMITTEE REPORT

First Committee of Referees

gmk DATE: 1/17/95

FURTHER: Finance

Date of 5-Day Notice: 1/30/95
(in accordance with Uniform Rule 23)

DATE TURNED INTO OFFICE: 2-8-95

HESS Committee considered SB 36

~~Relating to interest on and repayment of A.W. Brindle memorial scholarship loans; ~~and~~~~

and recommends:

- be replaced with _____ CS SB 36 (HES)
- adopt previous _____ CS _____ (_____)
- attached amendment(s)
- adopt Letter of Intent by _____ Committee
- further referral to the _____ Committee

Senate Bill:
 same title
 new title
House Bill:
 technical change
 new: SCR# _____

DFN

| SIGNING WITH RECOMMENDATIONS: <i>ALL OP</i> | DP | DNP | NR | AM |
|---|----|-----|----|----|
| <i>Mike Miller</i> | ✓ | | | |
| <i>John Sellers</i> | ✓ | | | |
| <i>John E. Sals</i> | ✓ | | | |
| | | | | |
| | | | | |
| CHAIR: <i>Lynne Green</i> | ✓ | | | |

NEW FISCAL NOTE(S):

| Department | Date | Zero | Fiscal |
|-------------------|---------------|------|--------|
| <i>DOE - ACPE</i> | <i>2/3/95</i> | ✓ | |
| | | | |
| | | | |
| | | | |
| | | | |

PREVIOUS FISCAL NOTE(S):*

| Department | Date | Zero | Fiscal |
|------------|------|------|--------|
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill