

SB

189

SFIN

FILE

FISCAL NOTE

No. 2
 Bill Version: SB189
 (S) Publish Date: 4/30/97

STATE OF ALASKA
 1997 LEGISLATIVE SESSION

Revision Date: _____ Department: Commerce and Economic Development
 Title: An Act relating to eligibility for and default, collection, BRU: Occupational Licensing
and repayment of student loans:.... Component: Operations
 Sponsor: Senate HESS
 Requestor: Senate HESS COMPONENT SERIAL NO. 1844

Expenditures/Revenues (Thousands of Dollars)

OPERATING EXPENDITURES	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
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 EXPENDITURES						
----------------------	--	--	--	--	--	--

CHANGE IN REVENUES	0.0	0.0	0.0	0.0	0.0	0.0
--------------------	-----	-----	-----	-----	-----	-----

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 General Fund						
1005 GF/Program Receipts						
1006 GF/MHTIA						
Other 1091 Designated PR						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY 97) cost: \$ 0.0

POSITIONS

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

SB 189 repeals AS 08.02.025 and reenacts new requirements under AS 14.43.148 concerning nonrenewal of a license for an individual in default with the student loan program. The renewal requirements are similar to those currently in place under AS 08.02.025 with the exception of adding a new provision for a 150 day temporary license. New funds are not required to implement the license renewal requirements in this bill.

Prepared by: Jennifer Strickler, Administrative Manager Phone: 465-2144
 Division: Occupational Licensing Date: 4/28/97
 Approved by Commissioner: William L. Hensley Date: 4-27-97
 Agency: Commerce and Economic Development

FISCAL NOTE

No. 1
 Bill Version: SB 189
 (S) Publish Date: 4/30/97

STATE OF ALASKA
 1997 LEGISLATIVE SESSION

Revision Date: _____ Dept. Affected: EDUCATION
 Title: Education Loan Repayment/Eligibility: BRU: Teaching and Learning Support
Occupational Licensing Component: Teacher Certification
 Sponsor: Senate Health, Education & Social Services
 Requester: Senate Health, Education & Social Services COMPONENT SERIAL NO. _____ 1240

Expenditures/Revenues: (Thousands of Dollars)

OPERATING EXPENDITURES	FY98	FY99	FY00	FY01	FY02	FY03
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	6.5	5.0	5.0	5.0	5.0	5.0
SUPPLIES	3.0	2.0	2.0	2.0	2.0	2.0
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	9.5	7.0	7.0	7.0	7.0	7.0
CAPITAL EXPENDITURES	0	0	0	0	0	0

CHANGES IN REVENUES						
----------------------------	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1007 Interagency Receipts	9.5	7.0	7.0	7.0	7.0	7.0
TOTAL	9.5	7.0	7.0	7.0	7.0	7.0

Estimate of current year (FY97) cost: \$

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary)

The legislation would require that teacher certification be withheld if a licensee is in default on a loan issued by the Alaska Commission on Postsecondary Education. The Teacher Certification Unit would be required to match up borrowers in default on a student loan with teaching certificates issued to determine if a license should be withheld. It also requires written notification of denial of renewal and issuance of a 150 day temporary license if the denial is appealed. The requested funding would come through the ACPE to DOE for costs associated with comparing borrower default information with licensees, issuing the written notice and temporary license. Contractual costs include revisions to regulations and procedures, computer programming time, additional phone and copy charges. Supplies costs include purchase of certification forms and office materials.

Prepared by: Nancy Buel
 Division: Teaching and Learning Support

Phone: 465-8689
 Date: 4/29/97

Approved by Commissioner: Shirley J. Holloway, Ph.D.
 Agency: Department of Education

Date: 4/29/97

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE

For further distribution information call the Governor's Legislative Office

FISCAL NOTE

STATE OF ALASKA
1997 LEGISLATIVE SESSION

No. 3
Bill Version: SB189
(S) Publish Date: 4/30/97

Revision Date: _____
Title: An Act relating to eligibility for and default, collection, and repayment of student loans; relating to nonrenewal of certain occupational licenses for default on a student loan; and providing for an effective date.

Department Affected: _____
B R U: _____

Education
Alaska Commission on Postsecondary Education

Sponsor: Senate HESS
Requester: Senate HESS

Component: _____
COMPONENT SERIAL NO. _____

Student Loan Operations
213

EXPENDITURES/REVENUES:

OPERATING EXPENDITURES	FY98	FY99	FY00	FY01	FY02	FY03
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	15.1	32.8	15.0	15.0	15.0	15.0
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	15.1	32.8	15.0	15.0	15.0	15.0

CAPITAL EXPENDITURES						
----------------------	--	--	--	--	--	--

CHANGE IN REVENUE ()						
-----------------------	--	--	--	--	--	--

(Thousands of Dollars)

FUND SOURCE:

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1006 GF/MHTIA						
OTHER Corp. Receipts .022	15.1	32.8	15.0	15.0	15.0	15.0
TOTAL	15.1	32.8	15.0	15.0	15.0	15.0

Estimate of any current year (FY 97) cost: \$

POSITION:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary.)

The student loan fund continues to experience an erosion of fund equity each year, primarily due to the drain of uncollectable debt and losses due to interest-free periods on loans. This legislation will establish a front-end credit assessment of loan applicants as another step towards preservation of the fund for future generations. The only assessment of an applicant's credit-worthiness currently available is a check to ensure that the applicant is not delinquent on a previously awarded State of Alaska student loan.

Please see attached page.

Prepared by: Mike Maher, Director
Division: Student Loan Operations

Phone: 465-6743
Date: April 26, 1997

Approved by Executive Director: Diane Barrans
Agency: Alaska Commission on Postsecondary Education

Date: April 26, 1997

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
For further distribution information, call the Governor's Legislative Office

FISCAL NOTE

STATE OF ALASKA
1997 LEGISLATIVE SESSION

BILL NO. SB 189

ANALYSIS: (continued)

The Commission proposes that credit assessments only be done on applicants 21 years of age and older. In the event that an applicant is denied due to "chronic" bad debt, the option of obtaining a co-signer who has good credit may be available. Credit reporting agencies generally have a model which analyzes credit histories based on a number of variables. Through the use of such models, the level of credit-worthiness can be assessed on a point basis, and a tolerance level for "chronic" debt can be established.

In addition, this legislation provides for administrative wage garnishment authority of wages of defaulted Alaska Student Loan borrowers who work in Alaska, either in the private sector or for state or local government employers. It also expands the licensing intervention process, which assures that defaulted borrowers seeking to renew specific licenses would be unable to do so until they have negotiated a payment arrangement with ACPE.

Section 4 amends the rate of interest charged for administrative costs of the student loan program from two and one-half percent to three percent. This change will provide for an increased rate of return on funds loaned, to offset current interest losses to the fund. This change will also have a positive impact to the loan fund of approximately \$350,000 per year, beginning at repayment (3 to 5 years out), for each loan year.

Credit assessments. The following analysis represents the loss-avoidance to the loan fund as well as the cost to ACPE of doing credit assessments.

Award year	Applications (11/1/97-7/31/98)	21 & Older	Sub-total	Cost	Total Cost
1997-98 (FY98)	6,000 A	63% B	3,780	\$4 C (per assessment)	\$15,120
Estimated Award (11/1/97-7/31/98)	Chronic Debtors	Loss Avoidance			
\$24,000,000 D	13% E	\$3,120,000 F			

Award year	Applications	21 & Older	Sub-total	Cost	Total Cost
1998-99 (FY99)	13,010 A.1	63% B	8,196	\$4 C (per assessment)	\$32,785
Estimated Annual Award	Chronic Debtors	Loss Avoidance			
\$70,000,000 D.1	13% E	\$9,100,000 F			

- A** The estimated number of initial loan applications ACPE expects to receive between November 1, 1997 and July 31, 1998. These dates are being used as ACPE does not expect regulations to be in effect prior to November 1, 1997. Without regulatory/statutory authority, ACPE cannot deny applications based on the credit worthiness of potential borrowers.
- A.1** About 66.5% of the total number of applications received will be from borrowers with a prior loan. The estimated number of 1998-99 loan applications (17,000) less 66.5% of the number received between November 1, 1997 and July 31, 1998 (6,000) equals 13,010.
- B** Borrowers under the age of 21 do not generally have an established credit history. This population represents 37% of ASL borrowers. ACPE does not propose to assess the credit worthiness of applicants under 21 years of age.
- C** Credit report and risk score (credit worthiness): \$3.30 + \$0.55 = \$3.85 / assessment.
- D** The estimated net amount of dollars ACPE expects to award to borrowers between November 1, 1997 and July 31, 1998. These dates are being used as ACPE does not expect regulations to be in effect prior to November 1, 1997. Without regulatory/statutory authority, ACPE cannot deny applications based on the credit worthiness of potential borrowers.
- D.1** The estimated net amount of dollars ACPE expects to award to borrowers during the 1997-98 award year.
- E** Approximately 25% of applications received will be from borrowers ACPE could classify as having questionable credit worthiness. About half of this population, or 13%, could be classified as having a history of "chronic" bad credit.
- F** The estimated principal amount of dollars ACPE would not award to borrowers demonstrating a high risk of default to the ASL fund.

ANALYSIS: (continued)

Administrative wage garnishment authority allows for garnishment of wages of defaulted Alaska Student Loan borrowers who work in Alaska, either in the private sector or for state or local government employers. Historical information is the basis for the following:

ASSUMPTIONS

- A. Approximately 18% (17,000+) of borrowers default on the student loans.
- B. Approximately 9% (1,500-1,600) of defaulters are employed in the public sector in Alaska.
- C. Approximately 16% (2,700-2,800) of defaulters are employed in the private sector (non-federal and non-self-employed).
- D. Based upon current loan balances in default, these 4,200-4,400 defaulters owe between \$27.6 and \$28.9 million dollars to the Loan Fund.

Administrative wage garnishment will provide for efficient collection of defaulted loans to borrowers employed in the public and private sectors in Alaska.

License Renewal Intervention authority in this bill will expand the Commission's existing ability to use the State's licensing activity as an incentive for improved repayment behavior on the part of licensees who have defaulted on their Alaska Student Loans and who continue to ignore this financial obligation to the State. While administrative wage garnishment can be used to improve collection of defaulted loans for borrowers who are employed by public and private sector employers, license renewal intervention provides a tool to compel repayment from those borrowers more likely to be self-employed as a licensee in one of the identified fields or professions.

ASSUMPTIONS

- A. Approximately 61% of borrowers live in Alaska while in repayment. Approximately 10,000 defaulters reside in Alaska.
- B. Given the numbers of defaulters known to be employed by state/local government or by private sector employers, as many as 5,600 defaulters may be self-employed and holding employment related licenses. This sector currently represents approximately \$36 million in defaulted loans.

FISCAL NOTE

No. 4
 Bill Version: SB 189
 (S) Publish Date: 4/30/97

STATE OF ALASKA
 1997 LEGISLATIVE SESSION

Revision Date: _____
 Title: An Act relating to eligibility for and default, collection, and repayment of student loans.
 Sponsor: (S) HES
 Requestor: (S) HES

Department Affected: Administration
 BRU: Centralized Administrative Services
 Component: Finance
 COMPONENT SERIAL NO. 59

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING EXPENDITURES	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
PERSONAL SERVICES	0.0	0.0	0.0	0.0	0.0	0.0
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES						
----------------------	--	--	--	--	--	--

CHANGE IN REVENUES ()						
------------------------	--	--	--	--	--	--

FUND SOURCE: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipts						
1037 GF/Mental Health						
OTHER						
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY 97) cost: \$ 0.0

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary.) This bill would require the Department of Administration, upon notification by the Alaska Commission on Post-secondary Education, to withhold money from a person to whom the State legally owes money. We understand similar legislation has been passed in other states and at the federal level to address the issue of collecting defaulted student loans. This document is intended to respond only to those provisions of the bill relating to the Department of Administration.

From a Division of Finance perspective, this means withholding of employee pay or vendor payments to satisfy the requirements of a withholding order, and turning the withholdings over to the Commission.

Prepared by: Don Wanie
 Division: Finance

Phone: 465-3435
 Date: _____

Approved by Commissioner: Mark Bover
 Agency: Department of Administration

Date: 4/18/97

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
 For further distribution information, call the Governor's Legislative Office

FISCAL NOTE

No. 5
 Bill Version: SB189
 (S) Publish Date: 4/30/97

STATE OF ALASKA
 1997 LEGISLATIVE SESSION

BILL NO.

Revision Date: _____
 Title: Education Loan Repayment
Eligibility; Occ Licensing
 Sponsor: Senate HES
 Requestor: Senate HES

Department Affected: Labor
 BRU: Workers' Compensation
 Component: Workers' Compensation
 COMPONENT SERIAL NO. 344

EXPENDITURES/REVENUES:

(Thousands of Dollars)

OPERATING	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
PERSONAL SERVICES	18.0	9.0	9.0	9.0	9.0	9.0
TRAVEL						
CONTRACTUAL	10.5	0.9	0.9	0.9	0.9	0.9
SUPPLIES	0.4	0.2	0.2	0.2	0.2	0.2
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	28.9	10.1	10.1	10.1	10.1	10.1

CAPITAL						
---------	--	--	--	--	--	--

CHANGE IN REVENUE						
FUND SOURCE #						

FUNDING:

(Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt						
1006 GF/MHTIA						
1007 Interagency Receipt	28.9	10.1	10.1	10.1	10.1	10.1
TOTAL	28.9	10.1	10.1	10.1	10.1	10.1

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY97) impact: \$ None

ANALYSIS: (Attach a separate page if necessary)
 This legislation gives the Commission on Postsecondary Education (Commission) authority to collect certain workers' compensation benefits due an injured worker who has defaulted on an education loan. Section AS 14.43.147 appears to apply to workers' compensation payments and grant authority to the commission to obtain those payments. This legislation will require additional clerical time for the Workers' Compensation Division as attached:

Prepared by: Paul Grossl, Director *Paul Grossl* Phone: 465-2790
 Division: Workers' Compensation Date: 4/30/97
 Approved by Commissioner: Tom Cahen, Commissioner *Tom Cahen*
 Agency: Department of Labor Date: 4/30/97

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
 For further distribution information call the Governor's Legislative Office

Analysis:

The Post Secondary Education Commission estimates approximately 17,000 student loans are currently in default. This legislation will require additional clerical time and costs for the Workers' Compensation Division as follows:

Each request for workers' compensation benefits payable would need to be researched and verified. It is anticipated based on the number of existing student loans currently in default the first year would require 6 months of an Administrative Clerk III time. Response letters to requests to claimant will need to be prepared advising insurers and employees of the potential impact to compensation benefits. Programming and procedures would need to be developed to respond to match up request with workers' compensation claim files. Additional mailings and reports may be required.

One month programming time will be required to meet bill requirements.

Line 100 Personal Services

50% of 1 Administrative Clerk III
(1st year, 25% subsequent years)

Salary	12.2
Benefits	<u>5.8</u>
	18.0

Line 300 Contractual Services

DP Programming (FY98 one time)	5.0
Postage	3.2
DP Operations one time overhead	0.4
Printing form letters	0.5
Indirect @ 8% salary	<u>1.4</u>
	10.5

Line 400 Commodities

Office Supplies	0.4
-----------------	-----

Total	<u>28.9</u>
--------------	--------------------

FISCAL NOTE

STATE OF ALASKA
1997 LEGISLATIVE SESSION

No. 6
BILL NO. Bill Version: 9B189
(S) Publish Date: 4/30/97

Revision Date: _____	Department Affected: <u>Labor</u>
Title: <u>Education Loan Repayment</u>	BRU: <u>Employment Security</u>
<u>Eligibility; Occ Licensing</u>	Component: _____
Sponsor: <u>Senate HES</u>	<u>Employment/Unemployment Services</u>
Requestor: <u>Senate HES</u>	COMPONENT SERIAL NO. <u>1807</u>

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
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						
---------	--	--	--	--	--	--

CHANGE IN REVENUE FUND SOURCE #						
------------------------------------	--	--	--	--	--	--

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt						
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 (FY97) impact: \$ None

ANALYSIS: (Attach a separate page if necessary)

(SEE ATTACHED)

Prepared by: <u>Rebecca Nance, Director</u>	Phone: <u>465-2711</u>
Division: <u>Employment Security Division</u>	Date: <u>4/30/97</u>
Approved by Commissioner: <u>Tom Cashen, Commissioner</u>	
Agency: <u>Department of Labor</u>	Date: <u>4/30/97</u>

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
For further distribution information call the Governor's Legislative Office

**ATTACHMENT
FISCAL NOTE**

Page 2 of 2

This bill would give the Alaska Commission on Postsecondary Education additional tools to collect delinquent student loans. It has three main components: a grant of authority to attach wages and benefits by notice served on employers, political subdivisions, and state departments; a provision for denying state licenses to defaulting debtors; and a set of special provisions for permanent fund dividend attachment.

Attachment of wages and benefits. This provision will not significantly impact the Employment Security Division, because unemployment insurance benefits are exempt from attachment under AS 23.20.405 and AS 09.38.015. The bill would exempt any income which is exempted under AS 09.38.

Denial of State licenses. This provision will not directly affect ESD programs.

Permanent fund dividend attachment. No ESD impact.

Fiscal impact. No ESD fiscal impact.

FISCAL NOTE

STATE OF ALASKA
1997 LEGISLATIVE SESSION

No. 7
BILL NO. Bill Version: SB189
(S) Publish Date: 4/30/97

Revision Date: _____
Title: Education Loan Repayment
Eligibility; Occ Licensing
Sponsor: Senate HES
Requestor: Senate HES

Department Affected: Labor
BRU: Labor Standards & Safety
Component: Mechanical Inspection
COMPONENT SERIAL NO. 346

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 98	FY 99	FY 00	FY 01	FY 02	FY 03
PERSONAL SERVICES	9.0	9.0	9.0	9.0	9.0	9.0
TRAVEL						
CONTRACTUAL	5.8	2.5	2.5	2.5	2.5	2.5
SUPPLIES	0.4	0.4	0.4	0.4	0.4	0.4
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	15.2	11.9	11.9	11.9	11.9	11.9

CAPITAL						
----------------	--	--	--	--	--	--

CHANGE IN REVENUE						
FUND SOURCE #						

FUNDING: (Thousands of Dollars)

1002 Federal Receipts						
1003 GF Match						
1004 GF						
1005 GF/Program Receipt						
1006 GF/MHTIA						
1007 Inter-Agency Receipt	15.2	11.9	11.9	11.9	11.9	11.9
TOTAL	15.2	11.9	11.9	11.9	11.9	11.9

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

Estimate of current year (FY97) impact: \$ None

ANALYSIS: (Attach a separate page if necessary)

(SEE ATTACHED)

Interagency Receipts: RSA with Department of Education, Postsecondary Education Commission

Prepared by: Alan W. Dwyer, Director *Al Dwyer* Phone: 465-4855
Division: Labor Standards & Safety Date: 4/30/97
Approved by Commissioner: Tom Cashen, Commissioner *Tom Cashen*
Agency: Department of Labor Date: 4/30/97

PREPARER TO PROVIDE ALL DISTRIBUTION COPIES TO GOVERNOR'S LEGISLATIVE OFFICE
For further distribution information call the Governor's Legislative Office

ANALYSIS:

This legislation will require additional administrative and clerical time and costs for the Mechanical Inspection component as follows:

- 1) When individuals apply in person for new or renewal certificates of fitness at any of five offices (Anchorage, Juneau, Fairbanks, Sitka, and Kenai), the estimated increase in processing time will be 30 minutes per individual who is in non-compliance with an Alaska student loan. This does not include testing, proctoring, scoring or discussion of tests.
- 2) Renewal letters are mailed out monthly. New programming, different procedures, forms, and additional mailing and reporting costs will be incurred to provide the "temporary" renewal letters and to answer phone calls regarding the change.
- 3) Additional time will be required to process the releases and the permanent certificates, as individuals submit those to our office.
- 4) Two weeks programming time will be needed to respond to the bill's requirements.

Line 100 - Personal Services

25% of 1 PFT Admin Clerk II (PCN 07-4543)

Salary	6.1
Benefits	2.9
Subtotal	<u>9.0</u>

Line 300 - Contractual Services

Professional Services - DP Programming (FY98 one-time)	3.1
Postage @ \$2.52 x 2 x 5,650 x 5%	1.4
Printing - forms, notices, letterhead	0.1
DP Operations Overhead (FY98 one-time)	0.2
Phone Base & Long Distance	0.3
Indirect @ 8% of salaries	0.7
Subtotal	<u>5.8</u>

Line 400 - Commodities

Office Supplies	0.4
-----------------	-----

TOTAL 15.2

SENATE FINANCE COMMITTEE REPORT

DATE: 4/30/97

FURTHER: 5/01/97

DATE TURNED
IN TO OFFICE: 5/01/97

Finance Committee considered

SENATE BILL NO. 189

"An Act relating to eligibility for and default, collection, and repayment of student loans; relating to nonrenewal of certain occupational licenses for default on a student loan; and providing for an effective date."

and recommends:

be replaced with _____ CS SB 189 (FIN)

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:
 same title
 technical change
 new: SCR# _____

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	NR	DNP	AM
<i>Red & Kelly</i>	✓	<i>Paul Barnett</i>	✓		
<i>John Ryan</i>	✓	<i>Dave Donly</i>	✓		
Co-Chair: <i>[Signature]</i>	✓	Co-Chair: _____			
Co-Chair: <i>[Signature]</i>	✓	Co-Chair: _____			

NEW FISCAL NOTE(S):

Department Date Zero Fiscal

Department	Date	Zero	Fiscal

PREVIOUS FISCAL NOTE(S):*

Department Date Zero Fiscal

Department	Date	Zero	Fiscal
DOE	4/29/97		9.5
DC #ED	4/29/97	∅	
DOE/Post Secondary	4/26/97		15.1
Admin.	4/28/97	∅	
DOL/Workmans Comp	4/30/97		28.9
DOL/Emp. Security	4/30/97	∅	
DOL/Mechanical Inspection	4/30/97		15.2

APPROPRIATION -- no fiscal note

*include fiscal notes accompanying Governor's bill