

STORAGE NAME: h1191.ed

DATE: March 1, 1999

**HOUSE OF REPRESENTATIVES
COMMITTEE ON
EDUCATION APPROPRIATIONS
TRUST FUND RE-CREATION ANALYSIS**

BILL #: HB 1191 (PCB ED 99-15)

RELATING TO: Re-creating the Student Loan Guaranty Reserve Fund

SPONSOR(S): Education Appropriations Committee

COMPANION BILL(S):

ORIGINATING COMMITTEE(S)/COMMITTEE(S) OF REFERENCE:

(1) EDUCATION APPROPRIATIONS COMMITTEE YEAS 13 NAYS 0

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I. SUMMARY:

This legislation re-creates the Student Loan Guaranty Reserve Fund without modification, effective November 4, 2000. The Student Loan Guaranty Reserve Fund, FLAIR #482718, is administered by the Department of Education. This fund was last re-created effective November 4, 1996, by Chapter 95-008, L.O.F.

II. SUBSTANTIVE ANALYSIS:

A. PRESENT SITUATION:

1. MAJOR STATUTES THAT CONTROL THE TRUST FUND:

Section 240.431, F.S., creates the trust fund and details the receipts and uses for the fund.

2. BRIEF DESCRIPTION OF THE FUND'S USES OR PURPOSES:

The fund is to be used in the administration of the Guaranteed Student Loan Program.

3. MAJOR SOURCES OF REVENUE FOR THE FUND:

The major sources of revenue for the fund are federal funds, repayment of loans, loan insurance premiums, and interest earnings. According to Comptroller data, receipts to this fund for FY 1997-98 were \$144.5 million.

B. EFFECT OF PROPOSED CHANGES:

This bill re-creates the trust fund without modification.

C. STATUTE(S) AFFECTED:

None.

III. FISCAL ANALYSIS & ECONOMIC IMPACT STATEMENT:

This legislation has no fiscal impact on state agencies or state funds, on local governments as a whole or on the private sector. It simply re-creates, without modification, an existing state trust fund and continues the current use of the fund.

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IV. COMMENTS:

N/A

V. AMENDMENTS OR COMMITTEE SUBSTITUTE CHANGES:

N/A

VI. SIGNATURES:

COMMITTEE ON: EDUCATION APPROPRIATIONS

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