

SHB 1846 - H AMD 392

By Representative Kenney

ADOPTED AS AMENDED 03/07/2011

1 Strike everything after the enacting clause and insert the
2 following:

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4 NEW SECTION. **Sec. 1.** The definitions in this section apply
5 throughout this chapter unless the context clearly requires otherwise.

6 (1) "Aerospace training or educational program" means a course in
7 the aerospace industry offered either by the Washington aerospace
8 training and research center or the Spokane aerospace technology
9 center.

10 (2) "Board" means the higher education coordinating board.

11 (3) "Eligible student" means a student who is registered for an
12 aerospace training or educational program, is making satisfactory
13 progress as defined by the program, and has a declared intention to
14 work in the aerospace industry in the state of Washington.

15 (4) "Participant" means an eligible student who has received an
16 aerospace training student loan.

17 (5) "Student loan" means a loan that is approved by the board and
18 awarded to an eligible student.

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20 NEW SECTION. **Sec. 2.** (1) The aerospace training student loan
21 program is established.

22 (2) The program shall be designed in consultation with
23 representatives of aerospace employers, aerospace workers, and
24 aerospace training or educational programs.

25 (3) The program shall be administered by the board. In
26 administering the program, the board has the following powers and
27 duties:

1 (a) To screen and select, in coordination with representatives of
2 aerospace training or educational programs, eligible students to
3 receive an aerospace training student loan;

4 (b) To consider an eligible student's financial inability to meet
5 the total cost of the aerospace training or educational program in the
6 selection process;

7 (c) To issue low-interest student loans;

8 (d) To establish an annual loan limit equal to the cost of
9 attendance minus any other financial aid received;

10 (e) To define the terms of repayment, including applicable
11 interest rates, fees, and deferments;

12 (f) To collect and manage repayments from students who do not meet
13 their obligations under this chapter;

14 (g) To solicit and accept grants and donations from public and
15 private sources for the program; and

16 (h) To adopt necessary rules.

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18 NEW SECTION. **Sec. 3.** To remain an eligible student and receive
19 continuing disbursements under the program, a participant must be
20 considered by the aerospace training or educational program to be
21 making satisfactory progress.

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23 NEW SECTION. **Sec. 4.** The board may award aerospace training
24 student loans to eligible students from the funds available in the
25 aerospace training student loan account for this program. The amount
26 of the student loan awarded an individual may not exceed tuition and
27 fees for the program of study.

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29 NEW SECTION. **Sec. 5.** (1) The aerospace training student loan
30 account is created in the custody of the state treasurer. No
31 appropriation is required for expenditures of funds from the account
32 for student loans. An appropriation is required for expenditures of
33 funds from the account for costs associated with program

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1 administration by the board. The account is not subject to allotment
2 procedures under chapter 43.88 RCW.

3 (2) The board shall deposit into the account all moneys received
4 for the program. The account shall be self-sustaining and consist of
5 moneys received for the program by the board, and receipts from
6 participant repayments, including principal and interest.

7 (3) Expenditures from the account may be used solely for student
8 loans to participants in the program established by this chapter and
9 costs associated with program administration by the board.

10 (4) Disbursements from the account may be made only on the
11 authorization of the board.

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13 NEW SECTION. **Sec. 6.** The board, in collaboration with aerospace
14 training or educational programs, shall submit an annual report
15 regarding the aerospace training student loan program to the governor
16 and to the appropriate committees of the legislature.

17 (2) The annual report shall describe the design and implementation
18 of the aerospace training student loan program, and shall include the
19 following:

20 (a) The number of applicants for loans;

21 (b) The number of participants in the loan program;

22 (c) The number of participants in the loan program who complete an
23 aerospace training or educational program;

24 (d) The number of participants in the loan program who are placed
25 in employment;

26 (e) The nature of that employment, including: (i) The type of job;
27 (ii) whether the job is full-time, part-time, or temporary; (iii)
28 whether the job pays annual wages that are: (A) Less than thirty
29 thousand dollars; (B) thirty thousand dollars or greater, but less
30 than sixty thousand dollars; or (C) sixty thousand dollars or more;
31 and

32 (f) Demographic profiles of applicants for loans and participants
33 in the loan programs.

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1 (3) The annual report shall be submitted by December 1st of each
2 year after the effective date of this section.

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4 NEW SECTION. **Sec. 7.** Sections 1 through 6 of this act constitute
5 a new chapter in Title 28B RCW."

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7 Correct the title.

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EFFECT: Specifies that the aerospace training student loan program must be designed in consultation with representatives of aerospace employers, aerospace workers, and aerospace training or educational programs.

Specifies that loan recipients are screened and selected by the Higher Education Coordinating Board (HEC Board) in coordination with representatives of aerospace training or educational programs (rather than the Aerospace Futures Alliance).

Authorizes the HEC Board to consider an eligible student's financial inability to meet the aerospace training or educational program's cost in the selection process.

Authorizes the HEC Board to establish an annual loan limit, and to define the terms of repayment (rather than prescribing some terms, as in the underlying bill).

Specifies that loans may be awarded from funds available in the aerospace training student loan account for the program (rather than funds appropriated for this purpose and any other funds given for this program).

Specifies that the account consists of moneys received for the program (rather than from funds appropriated for the program) and receipts from repayments.

Requires an appropriation for administrative costs.

Requires the HEC Board, in collaboration with the aerospace training or educational programs, to submit annual reports about the loan program to the Governor and appropriate legislative committees. Specifies that the report must include information about applicants, participants, and employment.

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