

**State Special Revenue Fund Group**

**462 373-603 Operating Expenses**

FY 1996	FY 1997	FY 1998	FY 1999	FY 2000 Appropriation	FY 2001 Appropriation
\$ 12,350,906	\$ 11,919,548	\$ 833,854	\$ 2,017,906	<b>\$ 0</b>	<b>\$ 0</b>
	-3.5%	-93.0%	142.0%	<b>-100.0%</b>	<b>N/A</b>

**Source:** State Special Revenue Fund Group: federal reimbursement funds, student premiums

**Legal Basis:** originally established by Am. Sub. H.B. 204 of the 113th G.A.

**Purpose:** This item receives reimbursement funds from the federal government for allowable expenses incurred by the commissioning administering the federal student loan program. The item also receives the guarantee premiums charged to students during the time they are in school or the grace period, prior to the commencement of loan repayment. Revenues generated by the premiums are used to fund operations of the commission that are not federally funded; any excess is placed in the commission's reserve fund (outside the state treasury). The reserve fund underwrites student loans for which the commission has some liability.