

Fiscal Estimate - 2019 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 19-0278/2	Introduction Number SB-444	
Description student loans, creating an authority to be known as the Wisconsin Student Loan Refinancing Authority, granting rule-making authority, and making an appropriation		
Fiscal Effect State: <input checked="" type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Create New Appropriations <input type="checkbox"/> Decrease Costs		
Local: <input type="checkbox"/> No Local Government Costs <input checked="" type="checkbox"/> Indeterminate 1. <input checked="" type="checkbox"/> Increase Costs 3. <input type="checkbox"/> Increase Revenue 5. Types of Local Government Units Affected <input type="checkbox"/> Permissive <input checked="" type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities 2. <input type="checkbox"/> Decrease Costs 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Counties <input type="checkbox"/> Others <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> School Districts <input checked="" type="checkbox"/> WTCS Districts		
Fund Sources Affected Affected Ch. 20 Appropriations <input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS		
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Fiscal Estimate Narratives
WTCS 1/14/2020

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Assumptions Used in Arriving at Fiscal Estimate

Senate Bill 444 proposes to create the Wisconsin Student Loan Refinancing Authority. Under the proposed legislation, the Wisconsin Technical College System (WTCS) Board would be required to provide the average amount of student loan debt incurred in the previous year by resident undergraduate students enrolled in each technical college.

Under section 35 of the proposed measure, each technical college in the state would be required to provide to any prospective or newly accepted student, including the student's parents who enroll in an associate degree or a program that is acceptable toward such a degree, clearly outlined and easy-to-understand information pertaining to all the following:

- Total cost of attendance at the institution
- The approximate or known financial aid package, including the approximate or known debt the student would accumulate over the time needed to complete the program
- Student loan rates, repayment plans, default rates and actual monthly payments that would be required

Under Section 36 of the proposed legislation, a technical college who enrolls a student in an associate degree program and offers the student a loan from a lender that does not require counseling required by 20 USC 1092, would be required to provide entrance and exit counseling services.

Long-Range Fiscal Implications

Additional staff and resources would be required for the technical colleges to comply with the proposed legislation.