

State of Alaska
FY2017 Governor's Operating Budget

Department of Education and Early Development
Loan Servicing
RDU/Component Budget Summary

RDU/Component: Loan Servicing

(There is only one component in this RDU. To reduce duplicate information, we did not print a separate RDU section.)

Contribution to Department's Mission

Alaska Student Loan Corporation's mission is to operate as an enterprise agency of the State of Alaska thereby funding and facilitating the work of the Alaska Commission on Postsecondary Education to promote access to and success in education and career training beyond high school for Alaskans.

Major Component Accomplishments in 2015

- The Alaska Student Loan Corporation (ASLC) continued to fund low-cost education loans to assist Alaska students with the financing of their postsecondary education;
- ASLC continued to meet all of its fiscal responsibilities including substantially absorbing the administrative costs of Alaska Commission on Postsecondary Education's programs and services without reliance on state general fund monies;
- ASLC reduced interest rates on newly originated loans from 7.3% to 6.7%; and,
- Met annual loan demand without the issuance of new debt.

Key Component Challenges

- Within the current financial market context ASLC is and will continue to face difficulties in achieving low-cost financing such that it will be possible to significantly reduce education loan interest rates while also making loans available to a broader segment of Alaska's student population; and,
- The drop in loan volume since 2008 is resulting in a declining loan portfolio. Given the fixed costs associated with high quality loan servicing, this portfolio runoff is eroding administrative efficiency of scale and impairing ASLC's ability to keep education loan interest costs low.

Significant Changes in Results to be Delivered in FY2017

- Deploy Alaska Navigator: State Workforce and Education Related Statistics, or ANSWERS (P-20W Statewide Longitudinal Data System) Program Management Office products containing high value, meaningful, and actionable information for educators, administrators, policy makers and the general public; and,
- Loan program modifications result in increased on-time enrollment and completion rates.

Statutory and Regulatory Authority

AS 14.42.030
AS 14.42.100-990
AS 14.43.091-175
AS 14.43.600-790
AS 14.43.910-990
AS 14.44.040
20 AAC 15.086-590
20 AAC 15.700-990
20 AAC 18.005-990

Contact Information

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Component Detail All Funds
Department of Education and Early Development

Component: Loan Servicing (3096)
RDU: Alaska Student Loan Corporation (637)

Non-Formula Component

	FY2015 Actuals	FY2016 Conference Committee	FY2016 Authorized	FY2016 Management Plan	FY2017 Governor	FY2016 Management Plan vs FY2017 Governor	
71000 Personal Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
72000 Travel	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
73000 Services	0.0	12,326.5	12,518.0	12,518.0	12,518.0	0.0	0.0%
74000 Commodities	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
75000 Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
77000 Grants, Benefits	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	0.0	12,326.5	12,518.0	12,518.0	12,518.0	0.0	0.0%
Fund Sources:							
1106ASLC Rcpts (Other)	0.0	12,326.5	12,518.0	12,518.0	12,518.0	0.0	0.0%
Unrestricted General (UGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Other Funds	0.0	12,326.5	12,518.0	12,518.0	12,518.0	0.0	0.0%
Federal Funds	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Positions:							
Permanent Full Time	0	0	0	0	0	0	0.0%
Permanent Part Time	0	0	0	0	0	0	0.0%
Non Permanent	0	0	0	0	0	0	0.0%

Change Record Detail - Multiple Scenarios with Descriptions
Department of Education and Early Development

Component: Loan Servicing (3096)
RDU: Alaska Student Loan Corporation (637)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2016 Conference Committee To FY2016 Authorized *****												
FY2016 Conference Committee												
1106 ASLC Rcpts	ConfCom	12,326.5	0.0	0.0	12,326.5	0.0	0.0	0.0	0.0	0	0	0
		12,326.5										
Reallocate Salary Adjustment to Alaska Student Loan Corporation												
1106 ASLC Rcpts	Misadj	191.5	0.0	0.0	191.5	0.0	0.0	0.0	0.0	0	0	0
		191.5										
Reallocate salary adjustment to Alaska Student Loan Corporation component. The salary adjustment was restored within the wrong component (Program Administration and Operations) requiring a correction.												
	Subtotal	12,518.0	0.0	0.0	12,518.0	0.0	0.0	0.0	0.0	0	0	0
***** Changes From FY2016 Management Plan To FY2017 Governor *****												
	Totals	12,518.0	0.0	0.0	12,518.0	0.0	0.0	0.0	0.0	0	0	0

Line Item Detail
Department of Education and Early Development
Services

Component: Loan Servicing (3096)
RDU: Alaska Student Loan Corporation (637)

Line Number	Line Name			FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
73000	Services			0.0	12,518.0	12,518.0
Expenditure Account				FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
		Servicing Agency	Explanation			
73000 Services Detail Totals				0.0	12,518.0	12,518.0
73002	Interagency Services	Program Admin & Operations	RSA with the Alaska Commission on Postsecondary Education, Program Administration and Operations for administration and loan servicing.	0.0	12,518.0	12,518.0

Unrestricted Revenue Detail
Department of Education and Early Development

Component: Loan Servicing (3096)
RDU: Alaska Student Loan Corporation (637)

Master Account	Revenue Description				FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
55520	AK Post-Sec. Education Comm. Receipts				0.0	12,518.0	12,518.0
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2015 Actuals	FY2016 Management Plan	FY2017 Governor
55520	Ak Stdt Loan Corp		multiple	82000	0.0	12,518.0	12,518.0
	Alaska Student Loan Corporate receipts from education loan portfolio used to support administration and loan servicing costs						

Interagency Services
Department of Education and Early Development

Component: Loan Servicing (3096)
RDU: Alaska Student Loan Corporation (637)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2015 Actuals	FY2016 Management Plan	FY2017 Governor	
73002	Interagency Services	RSA with the Alaska Commission on Postsecondary Education, Program Administration and Operations for administration and loan servicing.	Intra-dept	Program Admin & Operations	0.0	12,518.0	12,518.0
73002 Interagency Services subtotal:				0.0	12,518.0	12,518.0	
Loan Servicing total:				0.0	12,518.0	12,518.0	
Grand Total:				0.0	12,518.0	12,518.0	