



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

HOUSE BILL NO. 2124

PRINTERS NO. 3122

PRIME SPONSOR: C. Quinn

COST / (SAVINGS)

FUND	FY 2017/18	FY 2018/19
General Fund	\$0	\$0

SUMMARY:

House Bill 2124 amends the Public School Code concerning information regarding education loans. It would take effect in 60 days.

ANALYSIS:

House Bill 2124 adds a new section to the Public School Code concerning information regarding education loans. It requires an institution of higher education that receives Federal education loan information or other student loan information regarding a student to provide to the student on an annual basis prior to the student's acceptance of the Federal education loan or other student loan, certain information as enumerated in the legislation. This includes an estimate of the total amount of loans taken out by the student and disbursed by the institution, as well as estimates of the potential total payoff amount, monthly repayment amounts, and number of years for total payoff. The institution of higher education must also provide information on how the student can access online repayment calculators, and the percentage of the borrowing limit that the student has reached at the time the information is provided. The requirement to provide this information begins in September 2019, and it must be provided through first class mail, electronic mail, or another communication protocol established by the higher education institution.

The Department of Education shall administer and enforce these requirements. In addition, an institution of higher education that provides information pursuant to this legislation will not incur liability for any representations made.

FISCAL IMPACT:

Enactment of this legislation will have no adverse impact on Commonwealth funds.

PREPARED BY: Jeff Miller
House Appropriations Committee (R)

DATE: April 11, 2018

Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.