

REFERENCE TITLE: **postsecondary institution loan commission**

State of Arizona
Senate
Forty-eighth Legislature
First Regular Session
2007

SB 1611

Introduced by
Senators Verschoor, Bee, Gray L, Waring: Harper; Representatives Reagan,
Stump, Weiers JP

AN ACT

**AMENDING TITLE 44, CHAPTER 9, ARIZONA REVISED STATUTES, BY ADDING ARTICLE 22;
RELATING TO THE POSTSECONDARY INSTITUTION LOAN COMMISSION.**

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Title 44, chapter 9, Arizona Revised Statutes, is amended
3 by adding article 22, to read:

4 ARTICLE 1. POSTSECONDARY INSTITUTION LOAN COMMISSION

5 44-1378. Postsecondary institution loan commission

6 A. THE POSTSECONDARY INSTITUTION LOAN COMMISSION IS ESTABLISHED
7 CONSISTING OF THE FOLLOWING MEMBERS:

8 1. TWO MEMBERS OF THE SENATE WHO ARE APPOINTED BY THE PRESIDENT OF THE
9 SENATE AND WHO ARE MEMBERS OF DIFFERENT POLITICAL PARTIES. THE PRESIDENT OF
10 THE SENATE SHALL DESIGNATE ONE OF THESE MEMBERS TO SERVE AS COCHAIRPERSON OF
11 THE COMMISSION.

12 2. TWO MEMBERS OF THE HOUSE OF REPRESENTATIVES WHO ARE APPOINTED BY
13 THE SPEAKER OF THE HOUSE OF REPRESENTATIVES AND WHO ARE MEMBERS OF DIFFERENT
14 POLITICAL PARTIES. THE SPEAKER OF THE HOUSE OF REPRESENTATIVES SHALL
15 DESIGNATE ONE OF THESE MEMBERS TO SERVE AS COCHAIRPERSON OF THE COMMITTEE.

16 3. THREE MEMBERS WHO REPRESENT POSTSECONDARY INSTITUTIONS IN THIS
17 STATE AND WHO ARE APPOINTED BY THE GOVERNOR.

18 4. TWO MEMBERS WHO REPRESENT THE LOAN INDUSTRY IN THIS STATE, ONE OF
19 WHOM IS APPOINTED BY THE PRESIDENT OF THE SENATE AND ONE OF WHOM IS APPOINTED
20 BY THE SPEAKER OF THE HOUSE OF REPRESENTATIVES.

21 B. APPOINTED MEMBERS SERVE AT THE PLEASURE OF THE PERSON WHO MADE THE
22 APPOINTMENT.

23 C. COMMISSION MEMBERS ARE NOT ELIGIBLE TO RECEIVE COMPENSATION, BUT
24 MEMBERS ARE ELIGIBLE FOR REIMBURSEMENT OF EXPENSES UNDER TITLE 38, CHAPTER 4,
25 ARTICLE 2.

26 D. THE INITIAL MEMBERS SHALL ASSIGN THEMSELVES BY LOT TO TERMS OF TWO,
27 FOUR AND SIX YEARS IN OFFICE. ALL SUBSEQUENT MEMBERS SERVE SIX YEAR TERMS OF
28 OFFICE. THE CHAIRPERSON SHALL NOTIFY THE GOVERNOR, THE PRESIDENT OF THE
29 SENATE AND THE SPEAKER OF THE HOUSE OF REPRESENTATIVES ON APPOINTMENTS OF
30 THESE TERMS.

31 E. THE COMMISSION SHALL ANNUALLY MAKE A REQUEST FOR PROPOSALS FOR A
32 PERSON TO DO ALL OF THE FOLLOWING:

33 1. BORROW MONEY AND ISSUE TAX EXEMPT BONDS TO FINANCE ITS
34 RESPONSIBILITIES.

35 2. LEND MONIES TO POSTSECONDARY INSTITUTION STUDENTS.

36 3. ISSUE SCHOLARSHIPS TO POSTSECONDARY INSTITUTION STUDENTS.

37 4. PURCHASE ALREADY ISSUED STUDENT LOANS ON THE SECONDARY MARKET.