



General Assembly

**Amendment**

January Session, 2015

LCO No. 7334



Offered by:

REP. WILLIS, 64<sup>th</sup> Dist.  
SEN. BARTOLOMEO, 13<sup>th</sup> Dist.  
REP. ARESIMOWICZ, 30<sup>th</sup> Dist.

REP. BETTS, 78<sup>th</sup> Dist.  
REP. LESSER, 100<sup>th</sup> Dist.  
REP. SIMANSKI, 62<sup>nd</sup> Dist.

To: House Bill No. 6907

File No. 527

Cal. No. 333

**"AN ACT CONCERNING THE DUTIES AND AUTHORITY OF THE CONNECTICUT HIGHER EDUCATION SUPPLEMENTAL LOAN AUTHORITY."**

1 Strike section 4 in its entirety and renumber the remaining sections  
2 and internal references accordingly

3 After the last section, add the following and renumber sections and  
4 internal references accordingly:

5 "Sec. 501. Subsection (b) of section 10a-179a of the general statutes is  
6 repealed and the following is substituted in lieu thereof (*Effective July*  
7 *1, 2015*):

8 (b) The Connecticut Higher Education Supplemental Loan  
9 Authority shall be governed by a board of directors consisting of the  
10 following nine members: (1) The State Treasurer, or the Treasurer's  
11 designee, who shall serve as an ex-officio voting member; (2) the

12 Secretary of the Office of Policy and Management, or the secretary's  
13 designee, who shall serve as an ex-officio voting member; (3) the  
14 president of the Board of Regents for Higher Education, or the  
15 president's designee, who shall serve as an ex-officio voting member;  
16 (4) the chairperson of the board of directors of the Connecticut Health  
17 and Educational Facilities Authority; (5) the executive director of [said  
18 authority] the Connecticut Health and Educational Facilities Authority;  
19 (6) [a member of the board of directors of said authority who] two  
20 residents of the state, each of whom is an active or retired trustee,  
21 director, officer or employee of a Connecticut institution for higher  
22 education, appointed by the board of directors of [said authority] the  
23 Connecticut Health and Educational Facilities Authority; (7) [a  
24 member of the board of directors of said authority who is an active or  
25 retired trustee, director, officer or employee of a Connecticut  
26 institution for higher education, appointed by the board of directors of  
27 said authority; (8)] a resident of this state with a favorable reputation  
28 for skill, knowledge and experience in the higher education loan field,  
29 [who shall be] appointed by the board of directors of [said authority]  
30 the Connecticut Health and Educational Facilities Authority; and [(9)]  
31 (8) a resident of this state with a favorable reputation for skill,  
32 knowledge and experience in either the higher education loan field or  
33 in state and municipal finance, appointed by the board of directors of  
34 [said authority] the Connecticut Health and Educational Facilities  
35 Authority. Of the four appointed members, not more than two may be  
36 members of the same political party. [The two members who are  
37 members of the board of said authority and active or retired trustees,  
38 directors, officers or employees of Connecticut institutions for higher  
39 education shall serve so long as such member remains a member of the  
40 board of said authority or until such time as a successor is appointed.]  
41 One appointed member shall serve until the earlier of July 1, 2017, or,  
42 if such person was a member of the Connecticut Higher Education  
43 Supplemental Loan Authority board on June 30, 2012, the date on  
44 which such member's then current term was originally scheduled to  
45 end. One appointed member shall serve until the earlier of July 1, 2018,

46 or, if such person was a member of the Connecticut Higher Education  
47 Supplemental Loan Authority board on June 30, 2012, the date on  
48 which such member's then current term was originally scheduled to  
49 end. Except as provided in this subsection and notwithstanding the  
50 original date of expiration of the term of any person who is an  
51 appointed member of the Connecticut Higher Education Supplemental  
52 Loan Authority board on June 30, 2012, the term of all such persons  
53 shall expire on July 1, 2012. The Connecticut Health and Educational  
54 Facilities Authority board shall appoint a member or members each for  
55 a term of six years or until his or her successor is appointed and has  
56 qualified to succeed the members whose terms expire. Said authority  
57 board shall fill any vacancy for the unexpired term. A member of the  
58 Connecticut Higher Education Supplemental Loan Authority board  
59 shall be eligible for reappointment. Any member of the Connecticut  
60 Higher Education Supplemental Loan Authority board may be  
61 removed by the appointing authority for misfeasance, malfeasance or  
62 wilful neglect of duty. Each member of the Connecticut Higher  
63 Education Supplemental Loan Authority board before entering upon  
64 his or her duties shall take and subscribe the oath or affirmation  
65 required by section 1 of article eleventh of the State Constitution. A  
66 record of each such oath shall be filed in the office of the Secretary of  
67 the State.

68 Sec. 502. (*Effective from passage*) On or before February 1, 2016, the  
69 chairperson of the board of directors of the Connecticut Higher  
70 Education Supplemental Loan Authority shall (1) report, in accordance  
71 with the provisions of section 11-4a of the general statutes, to the joint  
72 standing committees of the General Assembly having cognizance of  
73 matters relating to higher education and banking on the progress  
74 made by the authority toward targeting lending to those individuals  
75 with a demonstrated financial need and effectively serving the highest  
76 number of such individuals by means of (A) lowering the interest rate  
77 on education loans made by the authority by methods including, but  
78 not limited to, making equity contributions to its bond transactions

79 using available funds from the Connecticut Student Loan Foundation,  
80 (B) increasing the maximum allowable debt-to-income ratio accepted  
81 by the authority for education loans, (C) offering need-based  
82 scholarships, and (D) deferring repayment of education loans made by  
83 the authority while the borrower or, in the case of a parent borrower,  
84 the borrower's child is enrolled on a full or part-time basis in a  
85 graduate-degree-granting program, and (2) appear before such  
86 committees, at a time prescribed by such committees, to present on  
87 such report."

This act shall take effect as follows and shall amend the following sections:		
Sec. 501	<i>July 1, 2015</i>	10a-179a(b)
Sec. 502	<i>from passage</i>	New section