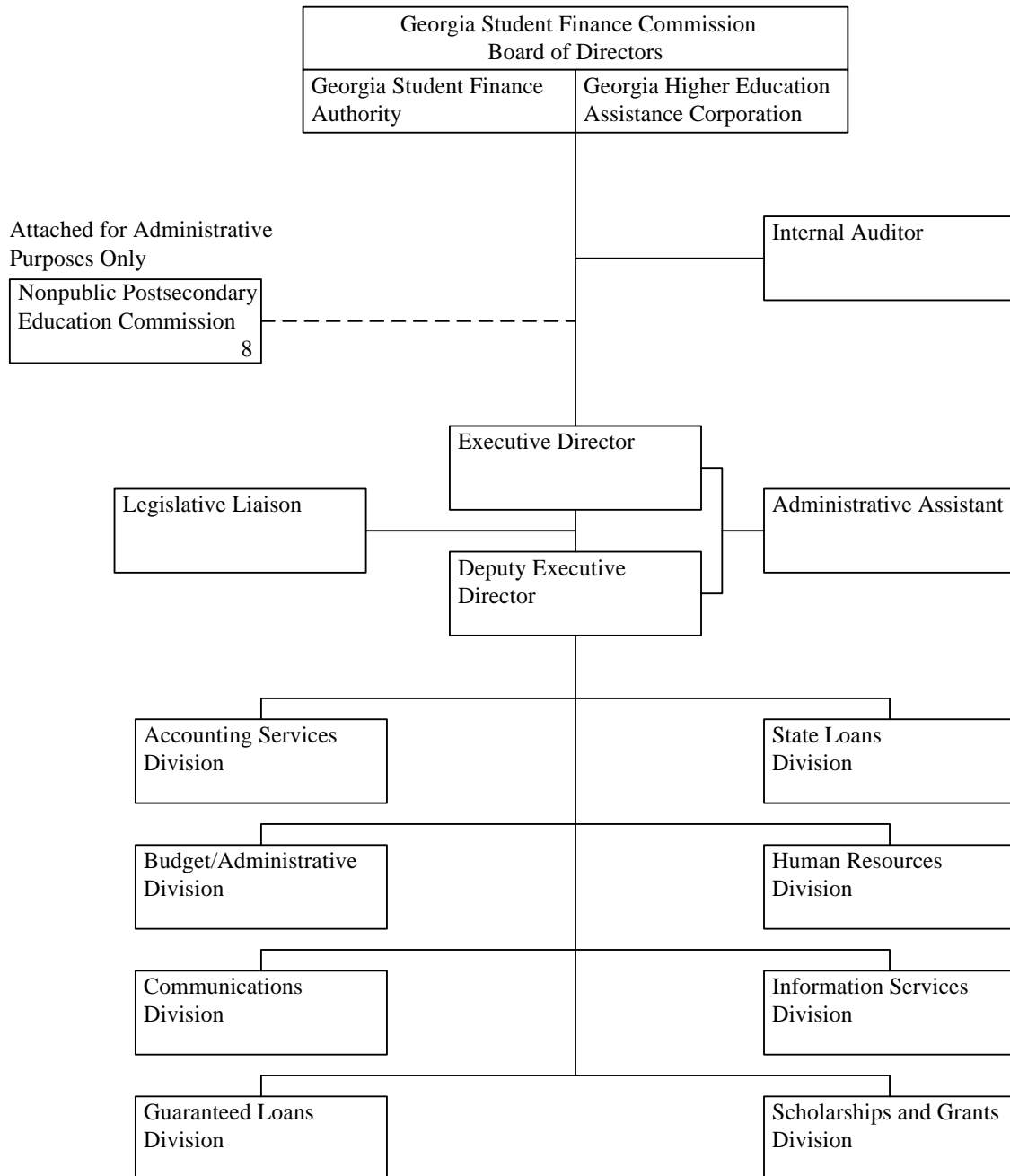


GEORGIA STUDENT FINANCE COMMISSION

Total Budgeted Positions -- 8



GEORGIA STUDENT FINANCE COMMISSION - Financial Summary
Unit A - Georgia Student Finance Commission

Expenditures, Current Budget and Agency Requests

Budget Classes/Fund Sources	FY 1999 Expenditures	FY 2000 Expenditures	FY 2001 Current Budget	FY 2002 Agency Requests		
				Adjusted Base	Enhancements	Totals
Personal Services	488,041	448,207	542,191	565,819		565,819
Regular Operating Expenses	20,921	19,323	26,355	26,355	460	26,815
Travel	10,887	15,529	21,257	21,257		21,257
Equipment	4,187	5,241	6,300	6,300		6,300
Computer Charges	25,937	19,818	20,233	20,233		20,233
Real Estate Rentals	50,576	51,085	50,438	50,438	2,177	52,615
Telecommunications	8,991	11,573	13,691	13,691	(800)	12,891
Per Diem, Fees and Contracts	90,122	61,805	46,706	46,706		46,706
Guaranteed Educational Loans	4,510,455	4,610,455	4,669,455	4,669,455	228,152	4,897,607
Tuition Equalization Grants	25,749,053	27,372,520	27,886,156	28,164,150	804,690	28,968,840
Student Incentive Grants	500,000					
LEPD Grants	86,000	81,700	68,000	70,300		70,300
North Georgia College ROTC	337,500	320,625	337,500	376,960		376,960
NGC Graduates Scholarship	68,500	65,075	60,500	61,750		61,750
Osteopathic Medical Loans	100,000	95,000	40,000	40,000		40,000
Georgia Military Scholarship	808,368	127,049	739,412	552,245		552,245
Work Incentive for Students	540,750	513,712	513,712	513,712		513,712
LEAP Program						
Governor's Scholarship Program						
TOTAL STATE FUNDS	\$33,400,288	\$33,818,717	\$35,041,906	\$35,199,371	\$1,034,679	\$36,234,050
Positions	8	8	8	8		8

GEORGIA STUDENT FINANCE COMMISSION - Financial Summary
Unit A - Georgia Student Finance Commission

Current Budget and Governor's Recommendations

Budget Classes/Fund Sources	FY 2001 Current Budget	FY 2002 Governor's Recommendations				
		Annualizers and Adjustments	Workload	Adjusted Base	Enhancements	Totals
Personal Services	542,191	23,628		565,819		565,819
Regular Operating Expenses	26,355			26,355	460	26,815
Travel	21,257			21,257		21,257
Equipment	6,300			6,300		6,300
Computer Charges	20,233			20,233		20,233
Real Estate Rentals	50,438			50,438	2,177	52,615
Telecommunications	13,691			13,691	(800)	12,891
Per Diem, Fees and Contracts	46,706			46,706		46,706
Guaranteed Educational Loans	4,669,455			4,669,455	228,152	4,897,607
Tuition Equalization Grants	27,886,156		277,994	28,164,150		28,164,150
Student Incentive Grants						
LEPD Grants	68,000		2,300	70,300		70,300
North Georgia College ROTC	337,500		39,460	376,960		376,960
NGC Graduates Scholarship	60,500		1,250	61,750		61,750
Osteopathic Medical Loans	40,000			40,000		40,000
Georgia Military Scholarship	739,412		(187,167)	552,245		552,245
Work Incentive for Students	513,712	(513,712)				
LEAP Program		1,013,712		1,013,712		1,013,712
Governor's Scholarship Program		3,693,967		3,693,967		3,693,967
TOTAL STATE FUNDS	\$35,041,906	\$4,217,595	\$133,837	\$39,393,338	\$229,989	\$39,623,327
Positions	8			8		8

GEORGIA STUDENT FINANCE COMMISSION - UNIT A
FY 2002 Budget Summary

Governor's
Recommendations

ADJUSTMENTS TO CURRENT BUDGET

FY 2001 STATE APPROPRIATIONS	\$35,041,906
Annualizers:	
1. Annualize the cost of the FY 2001 salary adjustment.	4,253
2. Adjust for DOAS rates.	1,920
Other Adjustments:	
3. Delete lapse factor to hire NPEC Executive Director.	17,455
4. Transfer Governor's Scholarship Program from the Department of Education	3,693,967
5. Eliminate the Work Incentive for Students.	(513,712)
6. Provide funding for the Leveraging Educational Assistance Partnership Program (LEAP), which will be matched dollar for dollar with federal funds.	1,013,712
Workload:	
7. Increase funding for Tuition Equalization Grants.	277,994
8. Increase funding for LEPD Grants.	2,300
9. Increase funding for North Georgia ROTC Grants.	39,460
10. Increase North Georgia College Graduates Military Scholarships.	1,250
11. Decrease North Georgia College Military Scholarships.	(187,167)
ADJUSTED BASE	\$39,393,338
ENHANCEMENT FUNDS	
ENHANCEMENTS	
1. Increase regular operating expenses and real estate rentals, and decrease telecommunications for the Nonpublic Postsecondary Education Commission.	1,837
2. Provide 76 additional Nursing Service Cancelable Loans to assist a total of 353 students.	228,152
TOTAL ENHANCEMENT FUNDS	\$229,989
TOTAL STATE FUNDS	\$39,623,327

GEORGIA STUDENT FINANCE COMMISSION - Financial Summary
Unit A - Georgia Student Finance Commission

	FY 2001 Appropriations		FY 2002 Recommendations	
	Total	State	Total	State
1. Georgia Student Finance Authority	34,314,735	34,314,735	38,870,691	38,870,691
2. Nonpublic Postsecondary Education Commission	727,171	727,171	752,636	\$752,636
TOTAL APPROPRIATIONS	<u>\$35,041,906</u>	<u>\$35,041,906</u>	<u>\$39,623,327</u>	<u>\$39,623,327</u>

RECOMMENDED APPROPRIATION: The Georgia Student Finance Commission - Unit A is the budget unit for which the following State Fund Appropriation is recommended for FY 2002: \$39,623,327.

GEORGIA STUDENT FINANCE COMMISSION - Financial Summary
Unit B - Georgia Student Finance Commission

Expenditures, Current Budget and Agency Requests

Budget Classes/Fund Sources	FY 1999 Expenditures	FY 2000 Expenditures	FY 2001 Current Budget	FY 2002 Agency Requests		
				Adjusted Base	Enhancements	Totals
HOPE - Tuition	99,263,134	115,354,529	112,874,779	160,281,518	728,600	161,010,118
HOPE - Books	31,927,663	36,559,837	31,591,018	35,050,600		35,050,600
HOPE - Fees	22,585,605	27,177,878	18,958,716	40,034,731	2,300,000	42,334,731
HOPE - Private Colleges	27,776,791	35,340,793	33,311,070	38,108,750	300,000	38,408,750
Tuition Equalization Grants	6,380,141					
GMC Scholarship	579,179	613,330	839,784	663,960		663,960
Public Safety Grants	197,626	210,311	232,330	238,968		238,968
HOPE Teacher Scholarships	3,500,000	3,500,000	3,500,000	3,500,000		3,500,000
PROMISE Scholarship	893,350	835,200	975,000	1,792,000		1,792,000
PROMISE II Scholarship				932,666		932,666
Engineer Scholarships	429,000	516,500	600,000	660,000		660,000
Pell Grant Offset			23,000,000			
TOTAL LOTTERY FUNDS	\$193,532,489	\$220,108,378	\$225,882,697	\$281,263,193	\$3,328,600	\$284,591,793

GEORGIA STUDENT FINANCE COMMISSION - Financial Summary
Unit B - Georgia Student Finance Commission

Current Budget and Governor's Recommendations

Budget Classes/Fund Sources	FY 2001 Current Budget	FY 2002 Governor's Recommendations				
		Annualizers and Adjustments	Workload	Adjusted Base	Enhancements	Totals
HOPE - Tuition	112,874,779	18,930,287	16,553,586	148,358,652		148,358,652
HOPE - Books	31,591,018		3,459,582	35,050,600		35,050,600
HOPE - Fees	18,958,716	4,069,713	17,006,302	40,034,731		40,034,731
HOPE - Private Colleges	33,311,070			33,311,070	300,000	33,611,070
Tuition Equalization Grants						
GMC Scholarship	839,784		(175,824)	663,960		663,960
Public Safety Grants	232,330		6,638	238,968		238,968
HOPE Teacher Scholarships	3,500,000			3,500,000		3,500,000
PROMISE Scholarship	975,000		817,000	1,792,000		1,792,000
PROMISE II Scholarship			932,666	932,666		932,666
Engineer Scholarships	600,000		160,000	760,000		760,000
Pell Grant Offset	23,000,000	(23,000,000)				
TOTAL LOTTERY FUNDS	\$225,882,697	\$0	\$38,759,950	\$264,642,647	\$300,000	\$264,942,647

GEORGIA STUDENT FINANCE COMMISSION - UNIT B
FY 2002 Budget Summary

Governor's
Recommendations

LOTTERY FUNDS

LOTTERY PROGRAM

1. Distribute the \$23,000,000 Pell Offset amongst HOPE Tuition and Fees.		Yes
2. Provide funding for the HOPE Scholarship program at public colleges and technical institutions, including a \$37,019,470 increase over last year.	223,443,983	
3. Allow rising seniors at private colleges to regain HOPE (\$300,000).		Yes
4. Provide funding for the HOPE Private College Scholarships.	33,611,070	
5. Provide funding for the Georgia Military College Service Scholarships.	663,960	
6. Provide funding for Public Safety Memorial Grants.	238,968	
7. Provide funding for HOPE Teacher Scholarships.	3,500,000	
8. Provide for PROMISE Scholarships, including an increase of \$817,000 due to changing the GPA requirement from 3.6 to 3.2.	1,792,000	
9. Provide funding to continue PROMISE II Scholarships to assist teacher's aides in becoming certified teachers.	932,666	
10. Provide funding to increase the Engineer Scholarships from \$3,000 to \$3,500, and to increase the number of scholarships from 200 to 220.	760,000	

TOTAL LOTTERY FUNDS		\$264,942,647
----------------------------	--	----------------------

RECOMMENDED APPROPRIATION: The Georgia Student Finance Commission - Unit B is the budget unit for which the following State Fund Appropriation is recommended for FY 2002: \$264,942,647.

GEORGIA STUDENT FINANCE COMMISSION

Roles and Responsibilities

The Georgia Student Finance Commission was created to help improve the higher education opportunities of the citizens of this state by administering the programs of the Georgia Higher Education Assistance Corporation and the Georgia Student Finance Authority through a centralized staffing arrangement.

COMMISSION OPERATIONS

The commission serves as the executive branch agency designated to receive appropriations of funds for the student financial aid programs of the corporation and the authority. Those programs funded through the commission include the Helping Outstanding Pupils Educationally (HOPE) Scholarship Program, other educational scholarship and grant programs supported by both lottery proceeds and state general fund appropriations, and the Governor's Scholarship Program for the Department of Education.

GEORGIA HIGHER EDUCATION ASSISTANCE CORPORATION

The Georgia Higher Education Assistance Corporation is a nonprofit public corporation of the state and is responsible for administering a program of guaranteed educational loans to eligible students and parents in accordance with state law and the requirements of the Federal Higher Education Loan Act. In FY 2000, the corporation guaranteed over 69,775 new loans for eligible students and parents. The value of those loans exceeded \$238 million. Purchases of defaulted loans totaled over \$29 million. Approximately \$21 million was recovered from loans that were purchased and placed in the default collection process.

GEORGIA STUDENT FINANCE AUTHORITY

The Georgia Student Finance Authority, a nonprofit public corporation of the state, is responsible for providing

student financial aid to eligible Georgians through loan, scholarship and grant assistance programs as prescribed by the General Assembly. In FY 2000, the authority disbursed over \$33 million in state general funds and agency revenues for over 31,000 students and over \$214,500,000 in HOPE Scholarship and other lottery funded grant and scholarship programs for over 141,000 students.

The authority is also authorized to be a lender under the Georgia Higher Education Loan Program. In FY 2000, over \$52 million in student loans were originated by the authority and the total value of loans serviced exceeded \$335 million.

The authority has the responsibility of performing all management, supervisory, clerical and administrative functions required by the corporation and the commission. The authority also provides administrative and operational support services, at no state cost, to the Georgia Nonpublic Postsecondary Education Commission (NPEC), which is attached for administrative purposes.

ATTACHED AGENCY

The Georgia Nonpublic Postsecondary Education Commission is responsible for regulating private postsecondary schools operating in this state in order to protect the financial investments of Georgians participating in their programs.

AUTHORITY

O.C.G.A. 20-3-230 et.seq., 20-3-250 et.seq., 20-3-260 et.seq. and 20-3-310 et.seq.

GEORGIA STUDENT FINANCE COMMISSION

Strategies and Services

The continued growth and development of Georgia is directly related to the degree to which educational opportunities are provided to all citizens. It is in the public interest to sustain our public and private postsecondary institutions because of their value in promoting the economic and cultural development and prosperity of Georgians.

The Georgia educational loan program was created to both expand educational opportunities available to all Georgians and to ensure the continued economic viability of our postsecondary institutions. In addition to administering the Federal Family Education Loan Program (FFELP), Georgia also provides state funds to support service-cancelable loans and a variety of scholarship and grant programs.

FEDERAL FAMILY EDUCATION LOAN PROGRAM

The Georgia Higher Education Assistance Corporation administers federally guaranteed education loan programs. Through these programs, participating commercial lenders, as well as the Georgia Student Finance Authority, make educational loans to students and the parents of students who need financial assistance to continue their education after high school.

For these loans, the corporation serves as the "guarantor" to the lenders. If for any reason the borrower does not repay the lending institution, the corporation pays the lender an amount prescribed by federal regulation and assumes the obligation for collecting the remaining debt. Since these programs are federally supported, the federal government will reimburse the corporation for most of the defaults, which are purchased from lenders.

The federally guaranteed loan programs include the Subsidized Federal Stafford Loan Program, the Unsubsidized Federal Stafford Loan Program, and the Federal Plus Loan.

Subsidized Federal Stafford Loan Program--A need based loan program for eligible students attending colleges, vocational, technical, trade or business schools throughout the nation. The loan amount depends on the student's financial need, the cost of attending the school and other financial aid awarded. The federal government pays the interest that accrues while the student is in school, during the grace period and any deferment periods. Repayment of the loan must begin within 6 months following graduation or termination from school.

Unsubsidized Federal Stafford Loan Program--A non-need based loan program for eligible students attending colleges, vocational, technical, trade or business schools throughout the nation. The borrower is responsible for all interest, which accrues from the date the money is disbursed. Repayment of the loan must begin within 6 months following graduation or termination from school.

Federal "Plus" Loan Program-- Provides loans to parents of dependent undergraduate or graduate students to

help pay for postsecondary education costs. The loan amount depends on the cost of attending the school and other financial aid awarded. Repayment of the loan plus interest must begin within 60 days of receiving the funds.

STATE EDUCATIONAL LOAN PROGRAM

The Georgia Student Finance Authority is the legal entity, which actually serves as the lender (or limited purpose "bank") for about one-third of the student loans in Georgia. The authority provides loans to help students and parents meet the costs of higher education. As a FFELP lender, the authority makes loans to students and parents that are repayable in regular monthly installments and offers service cancellation benefits in Georgia on eligible Federal Stafford loans. Service cancelable loans help students preparing for professions in which there is a critical manpower shortage in Georgia. Eligible borrowers may cancel their loans by working in the approved fields in Georgia.

State funds appropriated to the commission as "Guaranteed Educational Loans" are paid to the authority to support this program. The authority expects to make 1,148 loans in FY 2002 with the \$4,897,607 recommended. An additional 76 nursing loans are provided for at \$228,152.

GRANT AND SCHOLARSHIP PROGRAMS

State, federal and other funds are appropriated to the commission in several unique object classes to support the grant and scholarship programs of the authority. These programs are as follows:

Tuition Equalization Grant--A state-funded grant program providing an annual grant to each eligible Georgia student attending an approved private college. The amount of the grants increased from \$1,000 to \$1,050 in FY 2001. The recommendation of \$28,968,840 will provide awards to approximately 26,823 students.

Law Enforcement Personnel Dependents Grant (LEPD)--Provides educational grants of up to \$2,000 per academic year to the dependent children of a Georgia law enforcement officer, fireman or prison guard who has been killed or permanently disabled in the line of duty. In FY 2002, \$70,300 in state funds will provide approximately 37 grants.

North Georgia College ROTC Grant--Provides a state scholarship of \$1,500 per year to each full-time Georgia student enrolled in military ROTC training at North Georgia College. Approximately 304 students will receive these grants in FY 2002 with the \$376,460 recommended.

Osteopathic Medical Loan--Provides service-cancelable loans to Georgians accepted for enrollment at an eligible college or university of osteopathic medicine. The loans are based on need with a maximum of \$10,000 per year for up to 4 years. A recipient may cancel the loan by practicing primary

GEORGIA STUDENT FINANCE COMMISSION -- Strategies and Services

care osteopathic medicine in a medically underserved area of this state. The \$40,000 in state funds recommended for FY 2002 will provide loans to 4 students.

Georgia Military Scholarship-- Provides assistance to students to attend North Georgia College and State University. Thirty-three high school seniors are selected each year to receive full 4-year scholarships to North Georgia College. Students must meet strict academic requirements to be eligible and must agree to serve at least 4 years in the Georgia National Guard after graduation. The commission expects to serve 89 students with the \$552,245 in state funds recommended for FY 2002.

Georgia Military College/North Georgia College Military Scholarship--Provides assistance to students who graduate from Georgia Military College to transfer to North Georgia College and State University and receive a scholarship for two additional years. The commission expects to serve 6 students with the \$61,750 in state funds recommended in FY 2002.

Governor's Scholarship--Provides an annual \$1,575 award to Georgia students selected as Georgia Scholars, STAR students, high school valedictorians and salutatorians that go on to attend eligible colleges and universities in this state.

The authority administers the Robert C. Byrd Scholarship for the Georgia Department of Education -- Is available to Georgia students who demonstrate outstanding academic achievement. The program is intended to promote and recognize student excellence. Byrd Scholars, selected by the Georgia Department of Education, receive a one-time

award of \$1,500 as entering freshmen for their first year of college study at an eligible U. S. institution.

Leveraging Educational Assistance Partnership Program (LEAP)--The U.S. Department of Education provides states with matching funds to offer need-based grants to students. The \$1,013,712 recommended in FY 2002 include funds from the Work Incentive for Student Education (\$513,712).

HOPE SCHOLARSHIP PROGRAM

The Helping Outstanding Pupils Educationally (HOPE) Scholarship Program was initiated in FY 1994 with an appropriation of lottery proceeds. The program, designed to increase higher education participation and completion rates for Georgia students, provides scholarships to all students who meet certain academic requirements, and who attend public colleges, public technical institutions or eligible private colleges in this state.

Beginning in FY 2001, the grade point average to qualify for HOPE comes only from core academic subjects (English/language arts, math, social studies, science and foreign language) instead of all courses. As a result, the number of eligible incoming freshman (the class of 2000) declined by 5%.

Two additional standards will apply to the class of 2001--A fourth year of mathematics will be required to graduate with a college prep diploma that is needed for admission. Also, a formula called the Freshman Index, combining a student's grade point average with SAT scores, will be used to divert applicants below a certain minimum to the state's two-year colleges. The Freshman Index will only be calculated on core academic courses.

The FY 2002 recommendation of \$257,055,053 will provide approximately 160,000 scholarships.

The commission also administers the lottery funded Teacher Scholarships (\$3,500,000), Promise Scholarships (\$1,792,000), Promise II Scholarships (\$932,66), Georgia Military Scholarships (\$663,960), Law Enforcement Dependents Grants (\$238,968), and Engineer Scholarships (\$760,000).

In FY 2001 Governor Barnes recommended that the Pell grant offset be removed for students seeking degrees or diplomas at eligible colleges or technical institutes (\$23,000,000). The scholarship amount each student receives will be the cost of tuition, eligible fees, and a book allowance, leaving those students who are eligible for a Pell grant the opportunity to use their Pell funds towards the cost of their room, board and other expenses.

Also, Governor Barnes recommended that sophomores in the HOPE scholarship program whose average drops below a "B" average will be eligible to regain HOPE for their senior year if their

State Grant Loan and Scholarship Programs

Fiscal Year 2002 Recommended

<u>Program</u>	<u>Students</u>	<u>Amount</u>
Tuition Equalization Grants	26,823	\$28,164,150
Guaranteed Educational Loans	1,148	4,897,607
Georgia Military Scholarships	89	552,245
GMC/NGC Military Scholarships	6	67,750
North Georgia College ROTC	304	376,460
Osteopathic Medical Loans	4	40,000
Law Enforcement Personnel Dependents Grants	37	70,300

GEORGIA STUDENT FINANCE COMMISSION -- Strategies and Services

cumulative grade point average (GPA) rises to a “B” average or better at the end of their junior year. In addition, seniors who have not previously qualified for HOPE but who attain a cumulative “B” average at the end of their junior year may receive HOPE for their senior year. This change in policy will encourage junior level students to achieve academically in order to enter or re-enter HOPE as seniors.

Another recommendation by the Governor was to change the required GPA for the Promise Teacher Scholarship program to 3.2. The program provides up to \$6,000 in cancelable loans to high achieving juniors who aspire to be teachers in Georgia public schools. As a result, the number of eligible students in FY 2001 doubled. The \$1,792,000 FY 2002 recommendation will assist about 600 students.

The A+ Education Reform Act of 2000 created the Promise II Scholarship program to assist paraprofessionals and instructional aides who worked in a public school during the 1999-2000 school year. Awards up to \$3,000 may be applied to a maximum of 30 semester hours in a teacher education program. Recipients must teach in a public school for at least one year.

The FY 2002 recommendation of \$760,000 for Engineer Scholarships includes an increase from \$3,000 to \$3,500. The number of students is expected to be 220.

REGULATION OF NONPUBLIC POSTSECONDARY EDUCATION INSTITUTIONS

The Nonpublic Postsecondary Education Commission regulates certain proprietary schools and postsecondary education institutions operating in the state, including public and private schools outside the state, which offer Georgians degree or certificate programs by mail, telecommunications or other means. The commission's regulatory activities include establishing standards relating to the quality of instructional programs offered, ethical and business practices, health and safety, and fiscal responsibility.

The commission's staff conducts audits and reviews of the institutions it regulates and licenses the schools and their programs for the protection of Georgia students and their parents.

The commission is responsible for establishing and maintaining a Tuition Guaranty Trust Fund with participation fees collected from postsecondary education institutions. The Trust Fund is intended to protect students from financial loss when a school closes without reimbursing students and without completing its educational obligations to its students. The commission is required to take possession of the administration and student records of any regulated institution, which ceases to operate.

GEORGIA STUDENT FINANCE COMMISSION

Results-Based Budgeting

ACADEMIC ACHIEVEMENT SCHOLARSHIPS

Purpose: To raise the academic achievement of Georgia's students by providing scholarships for education beyond high school.

Goal 1: Increase and sustain the levels of academic achievement by Georgia's students.	FY 2000 Desired	FY 2000 Actual	FY 2001 Desired	FY 2002 Desired
- Maintain the number of high school students qualifying as a Governor's Scholar at 3% in FY 2001 and FY 2002.	3%	2% 1,248 of 65,548	3%	3%
- Increase the number of college level Governor's Scholars maintaining at least a "B" average from 74% in FY 2001 to 75% in FY 2002.	73%	81% 2,045 of 2,518	74%	75%
- At least 61% of Georgia's high school students will meet the new requirements of maintaining a "B" average in core curriculum subjects in FY 2001 and FY 2002. [1]	66%	68% 45,130 of 65,548	61%	61%
- Maintain the number of college level HOPE scholars maintaining at least a "B" average at 46% in FY 2001 and FY 2002.	46%	44% 27,215 of 62,215	46%	46%
Goal 2: Georgia's high-achieving students will attend college in Georgia. [2]				
- The number of Governor's Scholars attending Georgia's colleges will be 74% in FY 2001 and 68% in FY 2002.	67%	68% 850 of 1,248	74%	68%
- At least 64% of HOPE-eligible students will attend college through FY 2001 and FY 2002.	69%	63% 28,395 of 45,134	69%	64%
Program Fund Allocation -- Total Funds		\$172,170,428	\$202,643,386	\$212,669,478
State Funds		\$4,581,822	\$4,525,028	\$4,707,679
Lottery Funds		\$166,645,356	\$197,026,858	\$206,871,299

Notes:

1 - Desired results have increased due to higher than expected FY 2000 actual results.

2 - Desired results have decreased due to lower than expected FY 2000 actual results.

GEORGIA STUDENT FINANCE COMMISSION - Results-Based Budgeting

FUNDING FOR ACCESS TO EDUCATION BEYOND HIGH SCHOOL

Purpose: To increase access to education beyond high school for students who are residents of Georgia by providing and servicing student loans, and awarding grants.

Goal 1: All eligible students will have access to loans for education beyond high school. - The Georgia Higher Education Assistance Corporation (GHEAC) will ensure that 100% of the loan demand for eligible students who qualify for private loans will be met. - The Georgia Student Finance Authority will provide 100% of the loans to eligible students who have been unable to secure a loan from the private sector.	FY 2000 Desired	FY 2000 Actual	FY 2001 Desired	FY 2002 Desired
	100%	100% [1]	100%	100%
	100%	100% [2]	100%	100%
Goal 2: Award educational grants to increase access to education beyond high school for eligible students. - 100% of available grant funding will be awarded to eligible students.	100%	100%	100%	100%
Program Fund Allocation -- Total Funds		\$357,144,955	\$413,280,620	\$408,869,655
State Funds		\$27,538,583	\$28,844,083	\$28,611,410
Lottery Funds		\$42,648,798	\$50,416,084	\$50,422,722
Notes:				
1 - Loans Guaranteed amounted to \$238,093,728.				
2 - Loans Disbursed amounted to \$48,817,666.				

EDUCATIONAL LOANS FOR CRITICAL SHORTAGE OCCUPATIONS

Purpose: To increase the number of qualified professionals in critical shortage areas.

Goal 1: More qualified professionals in critical shortage occupations will choose to stay in Georgia. [1] - Maintain the number of qualified professionals in critical shortage occupations who cancel their loans by serving their repayment commitment in Georgia at 81% for FY 2001 and FY 2002.	FY 2000 Desired	FY 2000 Actual	FY 2001 Desired	FY 2002 Desired
	86%	81% 5,331 of 6,572	81%	81%
Program Fund Allocation -- Total Funds		\$10,236,766	\$11,597,404	\$13,200,228
State Funds		\$5,009,564	\$5,131,978	\$5,551,602
Lottery Funds		\$5,227,202	\$6,465,426	\$7,648,626
Notes:				
1 - FY 2001 and FY 2002 desired results have decreased due to lower than expected FY 2000 actual results.				

Total Fund Allocation -- Total Funds		\$539,522,149	\$627,521,410	\$634,739,361
State Funds		\$37,129,969	\$38,502,089	\$38,870,691
Lottery Funds		\$214,521,356	\$253,908,368	\$264,942,647