2007 Regular Legislative Session FISCAL ANALYSIS OF PROPOSED LEGISLATION Prepared by the Oregon Legislative Fiscal Office

MEASURE NUMBER: HB 2208 STATUS: B-Engrossed SUBJECT: Veterans eligibility for part-time study or training financial aid GOVERNMENT UNIT AFFECTED: Department of Veterans' Affairs

PREPARED BY: Dallas Weyand **REVIEWED BY:** John Borden

DATE: June 20, 2007

EXPENDITURES: Special Payments to Individuals – General Fund	<u>2007-2009</u>		, <u>4</u>	<u>2009-2011</u>	
	\$	54,000	\$	54,000	
POSITIONS / FTE:		0/0.00		0/0.00	

EFFECTIVE DATE: On passage

GOVERNOR'S BUDGET: This bill is anticipated by the Governor's recommended budget.

LOCAL GOVERNMENT MANDATE: This bill does not affect local governments' service levels or shared revenues sufficient to trigger Section 15, Article XI of the Oregon Constitution.

COMMENTS: This measure would allow the Department of Veterans' Affairs (DVA) to pay state financial aid in the amount of \$100 per month for each month of part-time study or training for a qualified veteran beneficiary. The total number of monthly payments may not exceed the total number of months a qualified veteran beneficiary served in the Armed Forces of the United States or 36 months, whichever is less. A qualified veteran beneficiary only becomes eligible for state financial assistance after exhausting his/her federal tuition assistance.

The 2007-09 Governor's recommended budget includes a General Fund policy package for \$54,000 related to this measure. It was calculated based on an anticipated 27 part-time students per month for a ten-month school year over the course of a two-year period. The number of students is based on the Department's actual experience from the 2003-05 biennium. These figures historically show reduced enrollment of part-time students during the three summer months. The 2009-11 impact is also estimated at \$54,000 General Fund. The Department's policy package does not include any additional administrative costs associated with the administration of this benefit.