

---

ENGROSSED SUBSTITUTE HOUSE BILL 1846

---

State of Washington

62nd Legislature

2011 Regular Session

By House Labor & Workforce Development (originally sponsored by Representatives Eddy, Smith, Morris, Probst, Sells, Springer, Warnick, Lias, Stanford, and Maxwell)

READ FIRST TIME 02/17/11.

1 AN ACT Relating to the aerospace training student loan program; and  
2 adding a new chapter to Title 28B RCW.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 NEW SECTION. **Sec. 1.** The definitions in this section apply  
5 throughout this chapter unless the context clearly requires otherwise.

6 (1) "Aerospace training or educational program" means a course in  
7 the aerospace industry offered either by the Washington aerospace  
8 training and research center or the Spokane aerospace technology  
9 center.

10 (2) "Board" means the higher education coordinating board.

11 (3) "Eligible student" means a student who is registered for an  
12 aerospace training or educational program, is making satisfactory  
13 progress as defined by the program, and has a declared intention to  
14 work in the aerospace industry in the state of Washington.

15 (4) "Participant" means an eligible student who has received an  
16 aerospace training student loan.

17 (5) "Student loan" means a loan that is approved by the board and  
18 awarded to an eligible student.

1        NEW\_SECTION.    **Sec. 2.**    (1) The aerospace training student loan  
2 program is established.

3        (2) The program shall be designed in consultation with  
4 representatives of aerospace employers, aerospace workers, and  
5 aerospace training or educational programs.

6        (3) The program shall be administered by the board. In  
7 administering the program, the board has the following powers and  
8 duties:

9        (a) To screen and select, in coordination with representatives of  
10 aerospace training or educational programs, eligible students to  
11 receive an aerospace training student loan;

12        (b) To consider an eligible student's financial inability to meet  
13 the total cost of the aerospace training or educational program in the  
14 selection process;

15        (c) To issue low-interest student loans;

16        (d) To establish an annual loan limit equal to the cost of  
17 attendance minus any other financial aid received;

18        (e) To define the terms of repayment, including applicable interest  
19 rates, fees, and deferments;

20        (f) To collect and manage repayments from students who do not meet  
21 their obligations under this chapter;

22        (g) To solicit and accept grants and donations from public and  
23 private sources for the program; and

24        (h) To adopt necessary rules.

25        NEW\_SECTION.    **Sec. 3.**    (1) To remain an aerospace training or  
26 educational program in which a participant may be registered, the  
27 program must have an advisory committee that includes at least one  
28 member representing aerospace employers and at least one member from  
29 organized labor representing aerospace workers.

30        (2) To remain an eligible student and receive continuing  
31 disbursements under the program, a participant must be considered by  
32 the aerospace training or educational program to be making satisfactory  
33 progress.

34        NEW\_SECTION.    **Sec. 4.**    The board may award aerospace training  
35 student loans to eligible students from the funds available in the

1 aerospace training student loan account for this program. The amount  
2 of the student loan awarded an individual may not exceed tuition and  
3 fees for the program of study.

4 NEW\_SECTION. **Sec. 5.** (1) The aerospace training student loan  
5 account is created in the custody of the state treasurer. No  
6 appropriation is required for expenditures of funds from the account  
7 for student loans. An appropriation is required for expenditures of  
8 funds from the account for costs associated with program administration  
9 by the board. The account is not subject to allotment procedures under  
10 chapter 43.88 RCW.

11 (2) The board shall deposit into the account all moneys received  
12 for the program. The account shall be self-sustaining and consist of  
13 moneys received for the program by the board, and receipts from  
14 participant repayments, including principal and interest.

15 (3) Expenditures from the account may be used solely for student  
16 loans to participants in the program established by this chapter and  
17 costs associated with program administration by the board.

18 (4) Disbursements from the account may be made only on the  
19 authorization of the board.

20 NEW\_SECTION. **Sec. 6.** (1) The board, in collaboration with  
21 aerospace training or educational programs, shall submit an annual  
22 report regarding the aerospace training student loan program to the  
23 governor and to the appropriate committees of the legislature.

24 (2) The annual report shall describe the design and implementation  
25 of the aerospace training student loan program, and shall include the  
26 following:

- 27 (a) The number of applicants for loans;
- 28 (b) The number of participants in the loan program;
- 29 (c) The number of participants in the loan program who complete an  
30 aerospace training or educational program;
- 31 (d) The number of participants in the loan program who are placed  
32 in employment;
- 33 (e) The nature of that employment, including: (i) The type of job;  
34 (ii) whether the job is full-time, part-time, or temporary; (iii)  
35 whether the job pays annual wages that are: (A) Less than thirty

1 thousand dollars; (B) thirty thousand dollars or greater, but less than  
2 sixty thousand dollars; or (C) sixty thousand dollars or more; and  
3 (f) Demographic profiles of applicants for loans and participants  
4 in the loan programs.

5 (3) The annual report shall be submitted by December 1st of each  
6 year after the effective date of this section.

7 NEW SECTION. **Sec. 7.** Sections 1 through 6 of this act constitute  
8 a new chapter in Title 28B RCW.

--- END ---