

MINUTES OF THE MEETING OF THE HOUSE STATE ADMINISTRATION COMMITTEE
January 14, 1983

CHAIRMAN JOE BRAND called the meeting to order at 8 a.m. in Room 129 of the Capitol. All members were present.

HOUSE BILL 112

Chairman Brand called for hearing on House Bill 112, calling on its sponsor, REPRESENTATIVE GENE DONALDSON. Rep. Donaldson said the bill would accommodate emergencies and double the amount available for the Governor. He said it was needed because costs are going up and the Attorney General has ruled the National Guard must be paid up front before the Guard may be utilized. He said the state appropriations are used to match federal funds. He also distributed several handouts (attached).

GIL GILBERTSON, Administrator of the Disaster and Emergency Division of the Department of Military Affairs, said that costs are going up but even so federal policy has changed with regard to paying and contributing for disasters. He said it used to be that the federal government would pay 100 percent in the cases of Presidential declarations of disaster areas, but in 1980 that amount was reduced to 75 percent. He said present law allows local governments to raise amounts equal to two mills, and that state picks up the balance of the 25 percent remaining. Gilbertson said the fund has been used lately for the winters of 1978 and 1979. He said the fund needed a supplemental appropriation in 1979, and in 1981 the Attorney General produced his ruling regarding payment to the National Guard. He said this fund is used for local governments, and does not bail out state agencies except for the National Guard whenever it is put on active duty.

GENERAL JIM DUFFY, commander of the Montana National Guard, said the average pay of a guardsman on active duty is \$90 per day. He said a helicopter costs about \$325 an hour to operate. He said that in May 1981 charges for helicopters alone amounted to \$78,000. He said the federal government picked up some of that cost, but in this case such was unusual.

REPRESENTATIVE JOHN RYAN, a committee member, spoke as a proponent to the bill. He said that if it hadn't been for this fund, Garfield County would have been out of business during some recent tough winters.

THERE BEING NO FURTHER PROPONENTS AND NO OPPONENTS, AND NO CLOSING STATEMENT BY REPRESENTATIVE DONALDSON, CHAIRMAN BRAND CALLED FOR QUESTIONS FROM COMMITTEE MEMBERS.

REPRESENTATIVE GLENN MUELLER asked if money in the fund was not used in a year, would it revert to the General Fund. Rep. Donaldson said it would.

REPRESENTATIVE MCBRIDE asked about the two-mill requirement. Gilbertson said local governments may levy the amount prior to asking for state aid. He said it is not for the response to emergencies that the appropriation is sought but for the recovery from emergencies. He said the appropriation gives local governments an opportunity to recoup disaster costs. He said that in 1979 heavy snow and flooding in Petroleum County resulted in "quite an outlay" for the county, but fortunately the Legislature was in session and was able to help. Rep. McBride asked if the amount needed was greater than the amount in the fund, would a special session be the only way to meet the problem. Rep. Donaldson said the supplemental funds might be in order, but also the Legislature might have to be called in if the budget is tight.

REPRESENTATIVE WALTER SALES, referring to the expenditure sheet provided by Rep. Donaldson, said he did not remember use of these funds during the Institution's strike in 1979. Rep. Donaldson said that Institutional funds were used to provide National Guard relief during that strike. General Duffy added that at that time, the Guard could have drawn an unlimited amount from the General Fund, but since then the Attorney General's ruling has indicated that it cannot be done.

Chairman Brand asked how many private funds around the state would be involved with this fund. Gilbertson said this fund would only be used for public assistance for political subdivisions. He said private victims are eligible for other relief. This fund is only for public assistance recovery. He said other funds available for individuals are also administered by the Disaster and Emergency Division. He said that in 1978, the National Guard was used to help individuals -- especially ranchers and feeding livestock -- but the fund in this case was used strictly to support helicopter usage.

Chairman Brand asked why the effective date of July 1, 1983. Rep. Donaldson said that was the beginning of a fiscal year. Chairman Brand asked if the fiscal year did not begin October 1. Rep. Donaldson said there were plans to do that, but the fiscal year continues to remain at a July 1 starting date.

REPRESENTATIVE GAY HOLLIDAY asked if a declaration of emergency was needed in order to use the fund. Gilbertson said yes, and the local governments must declare emergencies first, then ask state officials for a declaration.

Rep. Holliday said that last year in Golden Valley County the two mills were levied but it did not do much. Gilbertson said Golden Valley authorities were turned down for aid because they did not meet the criteria for federal money eligibility. But he said highway engineers were eligible for state funding.

THERE BEING NO FURTHER QUESTIONS FROM COMMITTEE MEMBERS, CHAIRMAN BRAND CLOSED THE HEARING ON HOUSE BILL 112.

HOUSE BILL 138

Chairman Brand opened the hearing on House Bill 138 by calling on its sponsor, REPRESENTATIVE RALPH EUDAILY, who said the bill was introduced by request of the Missoula County Election Administrator. He said there were problems last fall with the precinct lists put out by the computer. He said the bill would make four changes: (1) he said it would make a change in line 12, the identifications of elector lists and mailing labels; (2) it would change the name of the person to elector, (3) it would eliminate "commercial use" in line 15, (4) and it would provide for the actual costs required of the person requesting the material.

Rep. Eudaily read from a letter from the Missoula County Elections Manager, Wendy Ross Cromwell. He endorsed her statements.

Rep. Eudaily said that one candidate's bill was \$238, after the costs of the documents went from 1/2 cent each to 3 cents per name. The County Attorney, meanwhile, said the proper cost was 5 cents per name. He said a compromise was reached at 1 1/4 cents per name, after parties agreed that it was the "actual cost."

He also said there was a problem with the "official register." He said that it was the Attorney's interpretation that anything reproduced from the official records was an extension of the official records and qualifies for the 5 cent charge and the bill would redefine this in order to cut costs. He also said the bill would charge only what it costs officials to provide the requested material, and would allow the officials to make no money other than recovering actual costs. The bill also forbids use of the material for commercial purposes.

CLIFF CHRISTIANS, representing the Secretary of State, stated his support for the measure. He said it clears up the law and his office endorses the concept of charging actual costs. He said that anything that prohibits anyone from registering should be stopped.

THERE BEING NO FURTHER PROPONENTS BEING HEARD, AND NO OPPONENTS TO HOUSE BILL 138, CHAIRMAN BRAND CALLED FOR QUESTIONS FROM COMMITTEE MEMBERS.

COMMITTEE QUESTIONS

REP. HAND noted that in his county, "I get them free now."

Chairman Brand questioned whether the bill would contain any fine for commercial use of the records. Christians said that a penalty was created two sessions ago, and the law now prohibited use of any list by any public official for commercial purposes.

Chairman Brand asked if that was used by anything other than a government agency. Christians said he would report back to the Chairman as to that question.

Rep. McBride asked about other information -- would it be covered by the bill? Rep. Eudaily said the information does not come out on a label but it is available to the public through access to voter files. Rep. McBride observed that there was a difference between registration and elections lists. Rep. Eudaily said that distinction was ambiguous. He said the County Attorney said the official register is the one that stays in the office, but copies are extensions of that. He said the purpose of the bill was to distinguish between precinct lists and mailing lists.

REP. JERRY DRISCOLL asked if the county would have to make labels it did not already have. Rep. Eudaily said they do not; the bill puts the burden on the requestor.

Chairman Brand noted that in his small county, he is given precinct lists for free. He questioned whether the bill would require him to pay for the lists. Rep. Eudaily said that in the codes, the office has the power to make changes in that. He said as a result, there are inconsistent charges and this bill would clarify that. Chairman Brand asked if the change would be forced. Rep. Eudaily said it would be discretionary. Rep. Smith said it would be the option of the county commissioners.

Rep. McBride said that one of the issues in the bill is that of discretion. She asked if Rep. Eudaily would object to changing the word "shall" to "may."

BILL ROMINE, representing the Clerks and Recorders Association, suggested the change be made to "may charge an amount not to exceed." He also said he believed members of the public may not look at the voting cards themselves.

Chairman Brand asked if it was all right to change the language of the bill to "not to exceed." Rep. Eudaily said that was fine, he just wanted to get away from a flat fee.

REP. JOE HAMMOND asked if charges could be made now. Chairman Brand said yes, they could -- some counties are over-charging.

REP. JOHN PHILLIPS said the power to charge is important to big counties with lots of legislators.

THERE BEING NO FURTHER QUESTIONS FROM COMMITTEE MEMBERS, CHAIRMAN BRAND CLOSED THE HEARING ON HOUSE BILL 138.

EXECUTIVE SESSION

Chairman Brand brought the Committee into Executive Session by calling for action on House Bill 112.

HOUSE BILL 112

REP. PHILLIPS MOVED House Bill DO PASS, REP. RYAN SECONDED. The question was called and the MOTION CARRIED by voice vote, REPS. SALES and McBRIDE voting "NO."

HOUSE BILL 138

Rep. Brand recommended that line 18 be changed to "may charge an amount not to exceed."

REP. SALES MOVED such an amendment, REP. SMITH SECONDED.

Legislative Researcher LOIS MENZIES suggested line 19 be reworded for clarity. Chairman Brand gave her the okay to do so.

Rep. McBride said she wondered if the discretion would be enforced in a discriminatory fashion. Chairman Brand said that if the charge is made, they would in fairness have to charge everyone the same. He said if there is a problem in that regard, it can be corrected later.

Rep. Holliday questioned whether the word "shall" is discretionary. Chairman Brand observed that would be inconsistent with present law.

Rep. McBride said she wanted to ensure the charges are consistent and wants to make it impossible for discrimination among groups.

Legislative Researcher Menzies suggested language to the effect of "may consistently charge." The Committee rejected this suggestion.

The question was called and the MOTION CARRIED by unanimous voice vote.

Rep. Sales noted the Rasmussen Bill in 1979 exempted lists of registered electors from charges.

REP. BLISS noted that "they will have the authority to turn them down." Chairman Brand said he questioned whether officials could turn requestors down. He said if there is abuse we will find out about it.

Rep. Sales said election lists are specifically excluded from the penalty in the 1979 bill.

REP. MUELLER MOVED House Bill 138 DO PASS AS AMENDED. REP. SOLBERG SECONDED. The question was called and the MOTION CARRIED by unanimous voice vote.

REP. MUELLER MOVED FOR ADJOURNMENT, REP. HAND SECONDED. THE MOTION WAS APPROVED BY UNANIMOUS VOICE VOTE AND CHAIRMAN BRAND DECLARED THE MEETING ADJOURNED.

Rep. McBride said her subcommittee is ready for House Bill 37 but was awaiting a fiscal note.

Chairman Brand said the Committee would meet at 9 a.m. on Mondays, but 8 a.m. on other days. He said he would try not to call meetings for Saturdays. He noted that on Wednesday, January 19, the Committee would meet in the old Supreme Court room.



REPRESENTATIVE JOE BRAND, Chairman

STANDING COMMITTEE REPORT

JANUARY 14,

19 **83**

MR. **SPEAKER**

We, your committee on **STATE ADMINISTRATION**

having had under consideration **HOUSE** Bill No. **112**

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" AN ACT TO AUTHORIZE INCREASED EMERGENCY EXPENDITURES BY THE
GOVERNOR; AMENDING SECTION 10-3-312, MCA; AND PROVIDING AN
EFFECTIVE DATE."

Respectfully report as follows: That **HOUSE** Bill No. **112**

DO PASS

STANDING COMMITTEE REPORT

JANUARY 14,

83

19.....

SPEAKER

MR.

STATE ADMINISTRATION

We, your committee on

HOUSE

having had under consideration Bill No. **138**

first

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color)

"AN ACT PROVIDING FOR FURNISHING OF ELECTOR LISTS AND
ELECTOR MAILING LABELS TO ANY ELECTOR; AND PROVIDING
THE BASIS FOR CHARGES FOR PRECINCT REGISTERS, ELECTOR
LISTS, OR MAILING LABELS; AMENDING SECTION 13-2-122,
MCA."

HOUSE

138

Respectfully report as follows: That Bill No.

be amended as follows:

1. Title, line 7.

Following: "LABELS"

Insert: IF THE REGISTRAR CHARGES FOR THESE ITEMS"

2. Page 1.

Following: line 17

Strike: "shall"

Insert: "may"

3. Page 1, Line 19.

Following: "register"

Strike: "sufficient to recover"

Insert: "not to exceed"

AND AS AMENDED

DO-PASS-

House State Administration Committee

Bill Summaries

Friday, January 14, 1983

HB 112 (Donaldson): Currently the maximum amount of general fund money that the Governor may expend when he declares an emergency or disaster is \$750,000. Requested by the Department of Military Affairs, HB 112 permits the Governor to expend a maximum amount of \$1,500,000.

HB 138 (Eudaily): Under current law, a registrar must furnish to any person a copy of the official precinct registers at a cost of 5¢ for each name on the register. HB 138 requires the registrar to furnish to any elector for noncommercial use a copy of precinct registers, a current list of registered electors, or mailing labels for registered electors. The elector requesting these items will be charged an amount commensurate with the cost of providing them.

House State Administration Committee

Bill Summaries

Tuesday, January 11, 1983

- HB 79 (Nordtvedt): Currently salaries for elected officials, including judges and legislators, are set each session by the legislature. HB 79 would eliminate the need for the legislature to set these salaries by providing an automatic salary adjustment based on the growth percentage. The growth percentage is the percentage difference between the average Montana total personal income for the three calendar years immediately preceding the next biennium and the average Montana total personal income for the three calendar years immediately preceding the current biennium.
- HB 83 (Hemstad): With a few exceptions, the law now requires that election polls be open from 8 a.m. to 8 p.m. Requested by the Secretary of State, HB 83 requires the polls to open one hour earlier at 7 a.m.
- HB 107 (Sales): Requested by the Secretary of State, HB 107 revises the law concerning filing ballot issue arguments and rebuttal arguments. The bill requires an argument advocating approval or rejection of a ballot issue to be filed with the Secretary of State no later than 5 p.m. on the 90th day before the election at which the issue will be voted on by the people. Rebuttal arguments must be filed no later than 5 p.m. on the 10th day after the deadline for filing the original arguments. Failure to meet these deadlines means that the arguments will not be included in the voter information pamphlet.
- HB 112 (Donaldson): Currently the maximum amount of general fund money that the Governor may expend when he declares an emergency or disaster is \$750,000. Requested by the Department of Military Affairs, HB 112 permits the Governor to expend a maximum amount of \$1,500,000.

EMERGENCY & DISASTER FUND EXPENDITURES

FLOODING - MARCH 1976

Town of Froid. \$ 70,481.00

WINTER STORMS - FEBRUARY 1978

| | | |
|------------------------------------|--------------|------------|
| Blaine Co. | \$156,967.76 | |
| Havre. | 19,494.87 | |
| Phillips Co. | 121,074.79 | |
| Carter Co. | 76,007.74 | |
| Valley Co. | 22,349.55 | |
| Dawson Co. | 31,524.39 | 615,513.22 |
| Garfield | 114,936.58 | |
| Wibaux | 47,989.53 | |
| McCone | 14,943.76 | |
| Wolf Point | 10,230.55 | |
| National Guard Activation. | | 23,577.00 |

FLOODING - PETROLEUM CO. - MAY 1978

| | |
|------------------------------------|------------|
| Petroleum Co.. | 104,293.06 |
| Town of Winnett. | 16,316.00 |
| National Guard Activation. | 5,155.00 |

WINTER STORMS - JANUARY 1979

| | | |
|------------------------|------------|------------|
| Judith Basin | 201,825.00 | |
| Sweet Grass. | 34,145.00 | |
| Teton. | 247,818.00 | |
| Golden Valley. | 66,693.00 | |
| Carter | 95,672.00 | 865,836.00 |
| Garfield | 88,387.00 | |
| McCone | 15,790.00 | |
| Wibaux | 39,559.00 | |
| Dawson | 75,947.00 | |

INSTITUTION STRIKE - FEBRUARY 1979

National Guard Activation. 1,393,714.00

FLOODING - MARCH 1979

| | |
|--------------------------|-----------|
| Petroleum Co.. | 84,088.00 |
| Town of Denton | 8,111.00 |

FOREST FIRE - AUGUST 1979

National Guard Activation. 8,411.00

FLOODING - MAY 1980

Lake County. 8,320.00

DILLON AIR NATIONAL GUARD JET CRASH - SEPT. 1979

National Guard Activation. 5,176.00

FLOODING - MAY 1981

| | | |
|------------------------------------|------------|------------|
| Belt | 24,857.00 | |
| Broadwater Co. | 83,295.00 | |
| Dept. Health | 1,006.00 | |
| Drummond | 3,670.00 | |
| East Helena. | 78,350.00 | |
| Jefferson Co.. | 43,364.00 | 471,948.90 |
| Lewis & Clark Co.. | 104,827.75 | |
| Meagher Co.. | 25,000.00 | |
| Neihart. | 18,808.15 | |
| Powell Co. | 88,771.00 | |
| National Guard Activation. | | 51,566.70 |

HOUSE

COMMITTEE

BILL

HB 112

Date _____

1-14-82

SPONSOR

Donaldson

[illegible]

IF YOU CARE TO WRITE COMMENTS, ASK SECRETARY FOR LONGER FORM.

PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.

House BILL NO. 112

INTRODUCED BY

Donaldson

BY REQUEST OF THE DEPARTMENT OF MILITARY AFFAIRS

A BILL FOR AN ACT ENTITLED: "AN ACT TO AUTHORIZE INCREASED
EMERGENCY EXPENDITURES BY THE GOVERNOR; AMENDING SECTION
10-3-312, MCA; AND PROVIDING AN EFFECTIVE DATE."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 10-3-312, MCA, is amended to read:

"10-3-312. Maximum expenditure in biennium. Whenever
an emergency or disaster is declared by the governor, he is
authorized to expend from the general fund not to exceed
\$750,000 \$1,500,000 in any one biennium."

NEW SECTION. Section 2. Effective date. This act is
effective July 1, 1983.

-End-

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House BILL NO. *138*
Walton Kabe INTRODUCED BY *Edithy Long* *Ream Johnson*
DD *Stella Jean Hansen* *Wells*

A BILL FOR AN ACT ENTITLED: "AN ACT PROVIDING FOR FURNISHING OF ELECTOR LISTS AND ELECTOR MAILING LABELS TO ANY ELECTOR; AND PROVIDING THE BASIS FOR CHARGES FOR PRECINCT REGISTERS, ELECTOR LISTS, OR MAILING LABELS; AMENDING SECTION 13-2-122, MCA."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 13-2-122, MCA, is amended to read:

"13-2-122. Charges for registers, elector lists, and mailing labels made available to public. Upon written request, the registrar shall furnish to any person elector for noncommercial use a copy of the official precinct registers, a current list of registered electors, or mailing labels for registered electors. Upon delivery, the registrar shall collect a charge of 5 cents for each name entered in the official register sufficient to recover the actual cost of the register, list, or mailing labels."

-End-

House State Administration Committee

Bill Summaries

Friday, January 14, 1983

- HB 112 (Donaldson): Currently the maximum amount of general fund money that the Governor may expend when he declares an emergency or disaster is \$750,000. Requested by the Department of Military Affairs, HB 112 permits the Governor to expend a maximum amount of \$1,500,000.
- HB 138 (Eudaily): Under current law, a registrar must furnish to any person a copy of the official precinct registers at a cost of 5¢ for each name on the register. HB 138 requires the registrar to furnish to any elector for noncommercial use a copy of precinct registers, a current list of registered electors, or mailing labels for registered electors. The elector requesting these items will be charged an amount commensurate with the cost of providing them.

MISSOULA COUNTY

ELECTION DEPARTMENT
OFFICE OF THE CLERK AND RECORDER
MISSOULA COUNTY COURTHOUSE
MISSOULA, MONTANA 59801
PHONE 721-5700, EXTENSION 468
January 11, 1983

House Committee on State Administration
State Capitol
Helena, MT 59620

Gentlemen:

I am the Elections Supervisor for Missoula County and would like to comment on HB 138.

The present section 13-2-122 requires the registrar of voters to "furnish any person a copy of the official precinct registers" and to "collect a charge of 5 cents for each name entered in the official register." This statute has caused problems in Missoula County, where the voter registration file is maintained on computer. In addition to precinct registers, we also have available voter lists, mailing labels and computer tape copies of the entire file. We receive, and must honor (according to our County Attorney) requests for voter lists or labels from candidates, committees, and lately even from private corporations -- all considered to qualify as "persons."

There has been (and still is) a question about the appropriate charge for the material we supply. A 5¢ per name charge would result in an invoice for \$2,300 for a complete list of Missoula County's voters. This is much more than most candidates can afford to pay.

Counties across Montana use different methods of maintaining voter registration files, from handwritten lists to Addressograph systems to computer files. It makes sense to allow each county to determine its costs in preparing lists for sale to electors who order them.

I have also been very concerned about supplying voter lists to companies or individuals who wish to use them for commercial mailings or door-to-door solicitation. Surely the Legislature did not intend for voter lists to be used for commercial purposes, and so should amend the statute. Many voters would refuse to register if they knew that their names, birthdates, etc. might end up on an insurance man's mailing list. The County Election Administrator's function should be to maintain records necessary for conducting legal and valid elections, not to subsidize businesses who might benefit from obtaining inexpensive lists of county voters.

Please consider my comments when you make your committee recommendation on HB 138. Thank you.

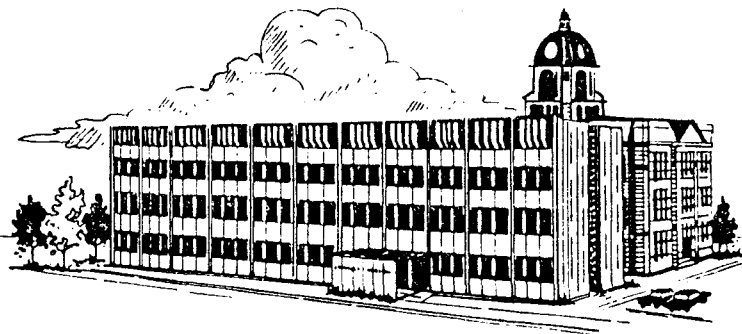
Sincerely,

Wendy Ross Cromwell
Wendy Ross Cromwell
Recording/Elections Manager

WRC

cc: Senator Reed Marbut

Office of the Secretary of State



HOUSE

State Admin.

BILL

HB 138

Date _____

1-14-83

SPONSOR

Schultz Endailey

[illegible]

IF YOU CARE TO WRITE COMMENTS, ASK SECRETARY FOR LONGER FORM.

PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.

STATE OF MONTANA

REQUEST NO. 039-83
Revised Fiscal Note

FISCAL NOTE

Form BD-15

In compliance with a written request received January 6, , 19 83 , there is hereby submitted a Fiscal Note for House Bill 79 pursuant to Title 5, Chapter 4, Part 2 of the Montana Code Annotated (MCA). Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members of the Legislature upon request.

DESCRIPTION OF PROPOSED LEGISLATION:

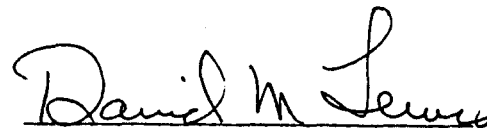
House Bill 79 requires changes in the salaries of elected state officials each biennium by the amount equal to the growth percentage.

ASSUMPTIONS:

- 1) Growth percentage is 21.88% for biennium.

FISCAL IMPACT:Salary Under Current Law:

| | <u>FY 1984</u> | <u>FY 1985</u> |
|--------------------------------------|----------------|----------------|
| Governor | \$ 47,023 | \$ 47,023 |
| Lt. Governor | 33,671 | 33,671 |
| Chief Justice | 48,204 | 48,204 |
| Justices (6) | 282,138 | 282,138 |
| Attorney General | 42,887 | 42,887 |
| State Auditor | 31,071 | 31,071 |
| Superintendent of Public Instruction | 36,979 | 36,979 |
| Public Service Commissioners (5) | 168,355 | 168,355 |
| Secretary of State | 31,071 | 31,071 |
| Clerk of Supreme Court | 30,185 | 30,185 |
| District Judges | 45,841 | 45,841 |
| Legislators (48.42) | 656,043 | 656,043 |
| TOTAL | \$1,453,468 | \$1,453,468 |

ContinuedCORRECTED FISCAL NOTE

BUDGET DIRECTOR

Office of Budget and Program Planning

Date: 1-14-83

WITNESS STATEMENT

NAME Owen Nelson BILL No. 169
ADDRESS 1232 E 6th Ave. Helena DATE 1-17-83
WHOM DO YOU REPRESENT Mont Educ. Assoc.
SUPPORT ✓ OPPOSE _____ AMEND _____

PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.

Comments:

HB 141

Testimony presented by Jim Flynn, Department of Fish, Wildlife & Parks

The Department of Fish, Wildlife and Parks supports the passage of HB 141. The opportunity to buy back military time is an opportunity now available to non-enforcement employees within the agency and we feel it ought to be available to our enforcement employees.

We do not anticipate that passage of this bill will result in an increase in the department's contributions to the Warden Retirement System FY83 and 84. We will not learn of the long range impact until our Actuary Evaluation in 1984. At that time future impacts will be identified.

To establish consistency and because of the lack of fiscal impact, we urge your favorable consideration of HB 141.



MONTANA GUARANTEED STUDENT LOAN PROGRAM

Board of Regents of Higher Education

Montana University System

33 South Last Chance Gulch, Helena, Montana 59620

INFORMATION AND INSTRUCTIONS FOR STUDENT LOAN APPLICANTS

What is the Montana Guaranteed Student Loan Program?

It is a program established by the Montana Legislature in 1979 to help students borrow money for their education beyond the high school level. The program is directed by the Montana Board of Regents of Higher Education which has designated United Student Aid Funds, Inc. ("USA Funds") as its agent in the administration of the program.

Neither the Board of Regents nor USA Funds are lenders; they do not make loans to students. Rather they guarantee loans made by lending institutions such as commercial banks, savings banks, savings and loan associations and credit unions. Without such a guarantee most students would have great difficulty in borrowing since they have little or no income and seldom any collateral. With the guarantee the lender is assured of payment—if not by the borrower, then by the State of Montana.

IMPORTANT—To protect its reserves and the borrowing power of other students, ALL legal remedies will be pursued to obtain full repayment of all defaulted loans.

Who is eligible to borrow?

Any Montana resident who is accepted for enrollment or is enrolled in good standing and making satisfactory progress at any approved educational institution, or any person who is accepted for enrollment or is enrolled in good standing and making satisfactory progress at an approved Montana educational institution, and who is pursuing a prescribed course of study is considered an eligible student borrower.

How does an eligible student apply for a loan?

1. The student must first obtain an application either from the school, a participating lending institution or the Montana Guaranteed Student Loan Program.

After completing Section I of the application, the student takes it to the school's Financial Aid Officer who certifies the student's standing, verifies the budget, assists in completing the forms, and after discussion helps the student determine the amount of loan needed.

2. Either the student takes the application to a participating lender of the student's choice or the school's Financial Aid Officer will send the application to the lender of the student's choice. If the loan is approved, the student signs a promissory note and pays a guarantee fee which the lender may deduct from the loan proceeds. (Some lenders may ask that the student secure a co-maker).
3. The lender sends the student's application to USA Funds for final review and guarantee of the loan.
4. Upon receipt of the guarantee, the lender issues a check to the student or jointly to the student and school.

How much may I borrow?

This depends on the amount needed to meet educational costs.

| | Undergraduate | Graduate |
|---------------|---------------|--------------------------------|
| Academic Year | \$ 2,500 | \$ 5,000 |
| Aggregate | \$12,500 | \$25,000 (to include UG loans) |

All graduate students and those undergraduate students who are classified as "independent" by the schools' financial aid officer may also borrow under the parent loan program an amount not to exceed the cost of education when combined with the Montana Guaranteed Student Loan.

Your loan amount can never exceed the cost of your attendance less any financial aid.

The amount of each loan is set in discussion between you, your school and your lending institution. Not all lenders will lend the maximum amounts.

The student must reapply annually to be considered for another loan. This application is only for this year.

Will the Federal Government pay the interest on my loan?

Yes. The Federal government will pay the applicable interest rate for the student during the in-school and grace periods and during authorized periods when repayment is not required. Thereafter, the student pays the 7% or 9% interest.

What finance charges must I pay?

The finance charge consists of (a) interest on the unpaid principal balance of the loan plus (b) a guarantee fee payable in advance to MGSLP, as described below and (c) an origination fee that will be deducted from the loan proceeds.

The interest rate under this plan is 7% if you have an unpaid balance on a previous guaranteed student loan obtained before January 1, 1981 and 9% if you are a first-time borrower on or after January 1, 1981. Interest charges

run from the date the loan is disbursed until repayment is completed. If you qualify on the basis of family income or financial need, the federal government will pay the interest for you during the in-school and "grace" period and during authorized periods of deferment when repayment is not required.

A 6 month grace period is provided following any period of authorized deferment before repayment is required to resume only on loans that were disbursed prior to October 1, 1981.

MGSLP requires a student to pay a guarantee fee equal to 1% per annum on the outstanding principal balance to cover:

7% loans—anticipated in-school period +9 mo. grace period.

Example—Entering freshman making a \$1,000 loan would commence repayment 4 years and 6 months later. The guarantee fee would be \$45.00 to cover the 54 months (45 months in-school and 9 months grace).

9% loans—anticipated in-school period +6 mo. grace period.

Example—Entering freshman making a \$1,000 loan would commence repayment 4 years and 3 months later. The guarantee fee would be \$42.50 to cover the 51 months (45 months in-school and 6 months grace).

If an extension of the loan is needed due to delayed graduation or for authorized reasons (deferments), the student must make arrangements with the lender for such extension, but no additional guarantee fee will be required.

An "origination fee" of 5% of the loan amount will be deducted from the loan proceeds and will be retained by the lender. The lender will use this fee to offset the interest benefits and special allowance paid to them by the government.

If an extension of the loan is needed due to delayed graduation or for authorized reasons (deferments), the student must make arrangements with the lender for such extension, but no additional guarantee fee will be required.

How long after I apply will the loan be made?

The time for processing applications varies, but usually requires a minimum of 4 weeks. To be sure that you have your money when you need it—

1. The student borrower should apply early and not wait until the last minute. Your application should be in before the rush at the beginning of semesters.
2. Be sure that all copies of your application are complete before taking them to your school and lender. Time lost in returning incomplete forms delays your application.
3. Your lender will give you a copy of the loan application.

When must I repay the loan?

Arrangements for repayment must be made 4 months prior to the expiration of your grace period. You must see your lender to arrange your repayment terms and sign a Repayment Schedule.

Although there are other options available, most students repay in monthly installments. In the case of loans with a 7% interest rate, the first monthly payment is due on the first day of the eleventh month after you leave school. In the case of 9% loans the first monthly payment is due on the first day of the eighth month after you leave school. Monthly payments are made thereafter until the loan is repaid. Repayments may extend over as much as 10 years, but the minimum monthly payment is \$50.00 for loans disbursed after October 1, 1981. The amount of the installment is determined between you and the lender and in order to repay your student loans within the required 10 years, the monthly payment will usually be higher.

A Word of Caution!

We have a keen awareness of the value of student loans and the important role they play in assisting people to achieve their educational ambitions. At the same time we also have a full realization of the pitfalls that await the person who becomes overburdened with debt and finds repayment a real hardship.

Because of this, we urge students not to borrow any more than is absolutely necessary. Student loans should be used to supplement, not supplant, all other available assistance such as scholarships, Pell Grants (BEOG), work-study programs, parental and family aid, etc. Used responsibly, student loans can be tremendously helpful. Used irresponsibly, they can become an overwhelming burden. All students borrowing should give thought to the matter of repayment. It should be remembered that if a student does not meet the obligation to repay, there are two adverse consequences.

1. To the student personally—because of the effect on the student's credit standing.
2. To other students—because defaulted loans jeopardize the continued success of the program.

So—Borrow carefully, keep in touch with your lender, repay promptly.



MONTANA GUARANTEED STUDENT LOAN PROGRAM

Board of Regents of Higher Education

Montana University System

33 South Last Chance Gulch, Helena, Montana 59620

INFORMATION AND INSTRUCTIONS FOR STUDENT LOAN APPLICANTS

What is the Montana Guaranteed Student Loan Program?

It is a program established by the Montana Legislature in 1979 to help students borrow money for their education beyond the high school level. The program is directed by the Montana Board of Regents of Higher Education which has designated United Student Aid Funds, Inc. ("USA Funds") as its agent in the administration of the program.

Neither the Board of Regents nor USA Funds are lenders; they do not make loans to students. Rather they guarantee loans made by lending institutions such as commercial banks, savings banks, savings and loan associations and credit unions. Without such a guarantee most students would have great difficulty in borrowing since they have little or no income and seldom any collateral. With the guarantee the lender is assured of payment—if not by the borrower, then by the State of Montana.

IMPORTANT—To protect its reserves and the borrowing power of other students, ALL legal remedies will be pursued to obtain full repayment of all defaulted loans.

Who is eligible to borrow?

Any Montana resident who is accepted for enrollment or is enrolled in good standing and making satisfactory progress at an approved educational institution, or any person who is accepted for enrollment or is enrolled in good standing and making satisfactory progress at an approved Montana educational institution, and who is pursuing a prescribed course of study is considered an eligible student borrower.

How does an eligible student apply for a loan?

1. The student must first obtain an application either from the school, a participating lending institution or the Montana Guaranteed Student Loan Program.

After completing Section I of the application, the student takes it to the school's Financial Aid Officer who certifies the student's standing, verifies the budget, assists in completing the forms, and after discussion helps the student determine the amount of loan needed.

2. Either the student takes the application to a participating lender of the student's choice or the school's Financial Aid Officer will send the application to the lender of the student's choice. If the loan is approved, the student signs a promissory note and pays a guarantee fee which the lender may deduct from the loan proceeds. (Some lenders may ask that the student secure a co-maker).
3. The lender sends the student's application to USA Funds for final review and guarantee of the loan.
4. Upon receipt of the guarantee, the lender issues a check to the student or jointly to the student and school.

How much may I borrow?

This depends on the amount needed to meet educational costs.

| | Undergraduate | Graduate |
|---------------|---------------|--------------------------------|
| Academic Year | \$ 2,500 | \$ 5,000 |
| Aggregate | \$12,500 | \$25,000 (to include UG loans) |

All graduate students and those undergraduate students who are classified as "independent" by the schools' financial aid officer may also borrow under the parent loan program an amount not to exceed the cost of education when combined with the Montana Guaranteed Student Loan.

Your loan amount can never exceed the cost of your attendance less any financial aid.

The amount of each loan is set in discussion between you, your school and your lending institution. Not all lenders will lend the maximum amounts.

The student must reapply annually to be considered for another loan. This application is only for this year.

Will the Federal Government pay the interest on my loan?

Yes. The Federal government will pay the applicable interest rate for the student during the in-school and grace periods and during authorized periods when repayment is not required. Thereafter, the student pays the 7% or 9% interest.

What finance charges must I pay?

The finance charge consists of (a) interest on the unpaid principal balance of the loan plus (b) a guarantee fee payable in advance to MGSLLP, as described below and (c) an origination fee that will be deducted from the loan proceeds.

The interest rate under this plan is 7% if you have an unpaid balance on a previous guaranteed student loan obtained before January 1, 1981 and 9% if you are a first-time borrower on or after January 1, 1981. Interest charges

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1. To the student personally—because of the effect on the student's credit standing.
2. To other students—because defaulted loans jeopardize the continued success of the program.

So—Borrow carefully, keep in touch with your lender, repay promptly.

(DETACH THIS SHEET AND SEE REVERSE SIDE FOR DETAILED INSTRUCTIONS)

INSTRUCTIONS FOR COMPLETING THE STUDENT LOAN APPLICATION

DETACH THIS SHEET, CAREFULLY READ THE INSTRUCTIONS THAT FOLLOW, AND RETAIN FOR FUTURE REFERENCE. TYPE OR PRINT CLEARLY ALL INFORMATION REQUESTED. AN APPLICATION SUBMITTED WITHOUT A SOCIAL SECURITY NUMBER OR WITH ANY OF THE REQUESTED INFORMATION MISSING WILL BE RETURNED. BE SURE ALL COPIES ARE LEGIBLE.

INSTRUCTIONS FOR COMPLETING SECTION I— STUDENT SECTION (ITEMS 1-19)

Item 1: Social Security Number. Read the Privacy Act and the Right to Financial Privacy Act Notices below before completing this item.

PRIVACY ACT NOTICE

The Privacy Act of 1974 (5 U.S.C. 552a) requires that an agency provide the following notice to each individual whom it asks to supply information:

1. The authority for collecting the requested information is Section 428(b)(2)(A) of the Higher Education Act of 1965, as amended (20 U.S.C. 1078(b)(2)(A)). Applicants are advised that participation in the Guaranteed Student Loan Program (GSLP) is voluntary, but the requested information is necessary for participation in the GSLP.
2. The principal purposes of this information are as follows: to verify the identity of the applicant; to determine program eligibility and benefits; to permit servicing of the loan; and in the event it is necessary, to locate missing borrowers and collect on delinquent or defaulted loans.
3. The routine uses include the following: the information may be furnished during the life of the loan to holders of this and other loans made to the borrower under the GSLP; to educational institutions in which the borrower is enrolled or is accepted for enrollment; to guarantee agencies; to contractors which assist the U.S. Department of Education in the administration of the GSLP; to Federal or State agencies or private parties who may be able to provide information necessary for the collection of the loan, or to assist in the servicing or collection of the loan.

Section 7(b) of the Privacy Act of 1974 (5 U.S.C. 552a) requires that when any Federal, State, or local government agency requests an individual to disclose his Social Security Number, that individual must also be advised whether that disclosure is mandatory or voluntary, by what statutory or other authority the number is solicited, and what uses will be made of it.

Disclosure of the applicant's Social Security Number (SSN) is required as a condition for participation in GSLP, as the U.S. Department of Education has, for several years, consistently required the disclosure of the SSN on application forms and other necessary GSLP documents adopted pursuant to published regulations (34 CFR 682, particularly 34 CFR 682.300(b) and 34 CFR 682.514(b)).

Section 7(a)(2) of the Privacy Act provides that an agency may continue to require disclosure of an individual's SSN as a condition for the granting of a right, benefit, or privilege provided by law where the agency required this disclosure under statute or regulation prior to January 1, 1975 in order to verify the identity of an individual.

The SSN will be used to verify the identity of the applicant, and as an account number (identifier) throughout the life of the loan in order to record necessary data accurately. As an identifier, the SSN is used in such program activities as: determining program eligibility; certifying school attendance and student status; determining eligibility for deferment or repayments; determining eligibility for disability or death claims; and for tracing and collecting in cases of defaulted loans.

RIGHT TO FINANCIAL PRIVACY ACT NOTICE

Under the Right to Financial Privacy Act of 1978 (12 U.S.C. 3401-3421), the U.S. Department of Education will have access to financial records in your student loan file maintained by the lender in connection with the administration of the Guaranteed Student Loan Program.

Item 3: Birthdate. Indicate date of birth using numerals (e.g., 08-09-62).

Item 4 & 5: Permanent Home Address. Your permanent home address and telephone number are to be entered with street number, RFD, or Post Office Box, as appropriate. A temporary school or military address is NOT acceptable.

Item 6: Indicate your U.S. citizenship status. Check ☐ 1 if you are a U.S. citizen. Check ☐ 2 if you are a resident of American Samoa or Swain's Island, or a permanent resident of the Commonwealth of the Northern Mariana Islands, the Trust Territory of the Pacific Islands, or, if you are a permanent resident alien with an alien registration receipt card (form I-151 or I-551), or an alien with a form I-94 Arrival-Departure Record endorsed "refugee" or "adjustment applicant" or have documentation from the Immigration and Naturalization Service that you have been granted asylum in the U.S. Check ☐ 3 if you cannot check either ☐ 1 or ☐ 2. You are not eligible for a loan if you check ☐ 3. If you are in the U.S. only on an F1 or F2 student visa or only on a J1 or J2 exchange visitor visa, you are not eligible for a loan.

Item 7: Number of Applicant's Dependents and Ages. Indicate the total number of persons, and their ages, who are dependent on you for at least one-half of their support. If you are a dependent student enter "0."

Item 10: Major Course of Study. Please use the code number below to complete this item:

| | | | |
|--------------------------|-----|------------|-----|
| Liberal Arts | = 1 | Business | = 5 |
| Graduate or Professional | = 2 | Science | = 6 |
| Engineering | = 3 | Vocational | = 7 |
| Education | = 4 | Other | = 8 |

Item 13: Loan Amount Requested. Enter the minimum amount necessary to meet your educational costs. The amount of loan is limited by statute (see "Loan Limits" information on the reverse side) and may be further limited by your lender.

Item 14: Period of Loan. Indicate the starting and ending dates (e.g. from 09-82 to 06-83) of the academic period for which this loan is to be used. These dates should coincide with a regular school period such as semester, quarter, trimester, academic year, etc.

Item 16: All Guaranteed Student Loans you have must be listed in the "Student Loan Debts" section. Indicate in the proper column the type of loan received according to the key below. If additional space is needed, continue on a separate sheet of paper and attach.

A = Federal Insured Student Loan (FISL), i.e., all loans guaranteed by the federal government

B = Other Guaranteed Student Loans (GSL), i.e., all loans guaranteed by a state guaranteeing agency or a private non-profit guarantee agency other than the federal government

C = All other educational loans, i.e., National Direct Student Loans (NDSL), Health Educational Assistance Loan (HEAL), Parent Loans

Item 17: All applicants must list the names and requested information for three adult persons in order for this item to be considered complete. If parents or guardian is deceased, substitute other adult. This application will be returned to the lender if all items are not complete.

Item 18b: Indicate the lender who has agreed to process this loan for you and the city where the lender is located.

STATEMENT OF STUDENT BORROWER'S RIGHTS AND RESPONSIBILITIES

STUDENT BORROWER:

DETACH THIS SHEET AND RETAIN FOR FUTURE REFERENCE. BY SIGNING THE APPLICATION FOR A GUARANTEED LOAN, YOU ARE CERTIFYING THAT YOU HAVE READ AND UNDERSTAND THESE RIGHTS AND RESPONSIBILITIES.

BORROWER'S RIGHTS

1. The lender must provide me a copy of the completed Promissory Note no later than the time the loan is disbursed. The lender must return the original Promissory Note to me when I have paid the loan in full.

2. My yearly and cumulative maximum loan amounts are:

| Category of Borrower | Annual Loan Limit | Aggregate Loan Limit |
|--------------------------|-------------------|---------------------------------------|
| Undergraduate | \$2,500 | \$12,500 |
| Graduate or Professional | 5,000 | 25,000 (Includes Undergraduate Loans) |

3. I will qualify for federal interest benefits if my family's (this includes my income) adjusted gross income is \$30,000 or less. The amount of the loan may not exceed the cost of education less other estimated student financial assistance. If my family's adjusted gross income is greater than \$30,000 I may qualify for federal interest benefits if the results of a needs analysis performed by my institution show I have a need for a loan.

4. I am not permitted to provide security for this loan. The lender may require a co-maker to sign the Promissory Note.

5. Each loan check must be payable either to me or, with my written authorization, to me and the school. The loan check will require my endorsement. By signing the guaranteed student loan application, I am authorizing the lender in writing to disburse the loan check payable to me and the school at the lender's option. (See student's certification on the reverse side of the application). If I am attending a foreign school, the lender may mail the check to the school on my behalf.

6. If I have an outstanding guaranteed student loan bearing an interest rate of 7 percent or less on the date I sign the Promissory Note for this loan or any subsequent loan, this loan and any subsequent loans I may obtain will also be at the 7 percent rate. On any loan where the applicable interest rate is 7 percent or less, I am also entitled to a 9 month grace period before the repayment period begins. The exact length of the grace period, which is set by the lender, is shown on the Promissory Note under the heading DATE NOTE BECOMES DUE. If I am a first time borrower or have an outstanding loan with an applicable rate of interest higher than 7 percent, but not in excess of 9 percent, then the rate of interest on this loan will be 9 percent unless the Secretary of Education has determined on the basis of a statutory formula that the applicable interest rate is 8 percent. In all cases, the interest rate on subsequent loans is the same as the rate on prior loans. The grace period on all loans with an applicable interest rate of 9 or 8 percent will be six months. The grace period always begins on the day following the date I cease attending a school participating in the Guaranteed Student Loan Program on at least a half-time basis.

7. The lender is to provide me with a Repayment Schedule before the repayment period begins (see Borrower's Responsibilities #5). The provisions of this schedule must conform to the provisions under REPAYMENT IN INSTALLMENTS in the Promissory Note.

8. I will fully repay this loan within 15 years of the date of the Promissory Note, over a repayment period that lasts at least five years but no more than ten years. However, the following exceptions to these rules apply:

A. If, during the grace period, I request a repayment period less than 5 years, the lender must grant that shorter period. In that

event and at my option, I may later choose to have the repayment period extended to at least 5 years.

B. The lender may require a repayment period shorter than 5 years if this is necessary to ensure that during each year of the repayment period, I—or, if both my spouse and I have GSLP loans outstanding, we—pay toward principal and interest at least \$360 or the unpaid balance, whichever is less, of the total amount owing to all holders of my—or our—GSLP loans. Loans disbursed after October 1, 1981 are subject to a minimum annual repayment of not less than \$600.

C. Any period described under DEFERMENTS in this Promissory Note will not be included in determining either the 15 year period or the five to ten year periods mentioned above.

9. I have a right to prepay the whole loan or any portion of the loan at any time without penalty.

10. If I meet certain requirements, I have a right to defer payments on the loan as set forth under DEFERMENT in the Promissory Note. If my loan was disbursed prior to October 1, 1981, I have a right to a six month post-deferment grace period after each period of authorized deferment.

11. The Federal Government normally will pay the interest that accrues on the loan before the repayment period, during any authorized deferment period, and if I am eligible, during the post-deferment grace period. In that event, the lender may not collect or attempt to collect this interest from me.

12. My loan obligation will be cancelled if I become totally and permanently disabled or if I die. The GUARANTEED STUDENT LOAN PROGRAM DOES NOT HAVE PROVISIONS WHICH ENABLE THIS LOAN TO BE CANCELLED OR FORGIVEN IN WHOLE OR IN PART FOR TEACHING.

13. If I am willing, but financially unable to make payments under my Repayment Schedule, I may request the lender to allow a temporary forbearance in the following manner:

A. A short period during which I make no principal payments. I will, however, be responsible for the interest that accrues during this period, manner of payment of which will be determined by the lender.

B. To extend the time for making payments or lower my monthly payments. However, the lender is not required to approve my request.

14. If the lender sells the loan or otherwise transfers the right to receive payment, I must be sent a clear notification which spells out my obligations to the party to which my loan was sold.

15. I may request that my Guaranteed Student Loans, as well as my National Defense/Direct Student Loans and Health Education Assistance Loans, be consolidated into one, longer-term loan to be made by the Student Loan Marketing Association (SLMA) if I have outstanding a total of more than \$5,000 of these loans either (a) under more than one program; (b) from more than one lender; or (c) insured by more than one guarantor. Also, if I have outstanding Guaranteed Student Loans in excess of \$7,500 from a single lender, I may request that SLMA consolidate them into a new loan. Additional details on how this would affect my payment schedule and interest rate are available from the Student Loan Consolidation Center, 9401 Lee Highway, Suite 406, Fairfax, VA 22031.

16. Default occurs when I fail to make an installment payment when due, or to meet other terms of the Promissory Note under circumstances where the Guarantor finds it reasonable to conclude

that I no longer intend to honor the obligation to repay, provided that my failure persists for (a) 120 days if I repay in monthly installments, or (b) 180 days if I repay in installments due less frequent than monthly. If I default, my lender will ask the Guarantor to purchase my loan, at which time I will owe the entire balance of the loan to the Guarantor directly. My lender or Guarantor will report my failure to repay my loan to a credit bureau, which may injure my credit rating. Upon request, the lender must describe any arrangements it has made with credit bureau organizations concerning student loans. If I am able, but unwilling to repay my loans, either the lender or the Guarantor may institute legal action to force me to repay my loans.

17. The lender must keep on file a copy of the State and Federal law and regulations and Guarantor regulations or procedures that govern the Guaranteed Student Loan Program. I have a right to examine these materials if I wish.

18. I should investigate the availability of other forms of financial aid with the school's financial aid administrator. It may be to my benefit to determine my eligibility for grant, work-study and other sources of assistance before applying for a student loan. I understand that receipt of a Guaranteed Student Loan may eliminate or reduce any awards that I may receive from other programs.

BORROWER'S RESPONSIBILITIES

1. I must notify the lender promptly, in writing, if any of the following events occurs before the loan is repaid:

A. My failure to enroll in school for the period for which the loan was intended.

B. My withdrawal from school or my attendance in school on less than a half-time basis.

C. My transfer from one school to another school.

D. If I change my name or address.

2. I must repay the loan in accordance with the Repayment Schedule that the lender will give me.

3. I must contact my lender to make repayment arrangements within 60 days of ceasing to be enrolled at an eligible school on less than a half-time basis if this is a 9% loan and within 150 days if this is a 7% loan.

4. I must use care in choosing a school. Each school must provide a prospective student with information about the school and its program. I will consider this information carefully before deciding to attend a specific school. I understand that neither the lender, the Guarantor nor the United States Government vouches for the quality of a school or its programs.

5. I understand that the guarantor may charge me for a guarantee fee and that I will not be entitled to any refund of this amount unless the loan is paid in full within 60 days of disbursement. If the lender disburses the loan in multiple installments, I will pay this fee for each disbursement. The guarantee fee may be deducted from the proceeds of my loan.

6. I understand an Origination Fee of 5% of the loan amount will be deducted from the loan proceeds and will be retained by the lender. The lender will use this fee to offset the interest benefits and special allowance paid to it by the Federal government.

7. I understand that the proceeds of my loan may be used only for educational purposes and that I may be prosecuted under the provisions of the United States Criminal Code if I use these funds for any other purpose.

8. If I re-enter a qualified educational institution on a full-time basis and my repayment period had begun, I will pay the interest accruing on this Note during periods of time granted for the purpose of aligning maturity dates of this and other Notes.

9. I understand in requesting a deferment or forbearance I must provide proper documentation to the lender.

MONTANA GUARANTEED STUDENT LOAN PROGRAM
Board of Regents of Higher Education
Montana University System
APPLICATION FOR STUDENT LOAN

WARNING: Any person who knowingly makes a false statement or misrepresentation on this form is subject to penalties which may include fines or imprisonment under the United States Criminal Code and 20 USC 1087-4.

For Processor Use Only

•IMPORTANT• READ THE INSTRUCTIONS CAREFULLY REGARDING CIRCLED ITEMS. COMPLETE IN INK OR TYPE. YOU SHOULD APPLY FOR OTHER FINANCIAL AID BEFORE COMPLETING THIS FORM.

AG-X-000030-08

| | | | | | |
|--|--|--|--|--|-----------------------------------|
| (1) SOCIAL SECURITY NO. | | 2. NAME (LAST) Please Print (FIRST) (M.I.) | | (3) Birthdate (Use Figures) Mo. Day Yr. | |
| (4) PERMANENT HOME ADDRESS (STREET) APT. NO. | | | | | |
| CITY | | STATE | | ZIP CODE | |
| 8. PERMANENT RESIDENT OF STATE (Name) _____ Since: Mo. Yr. | | | | | |
| (5) AREA CODE/PHONE NO. () | (6) U.S. CITIZENSHIP STATUS Check one. (✓) See instructions. U.S. citizen <input type="checkbox"/> 1 Eligible non-citizen <input type="checkbox"/> 2 Neither 1 nor 2 <input type="checkbox"/> 3 | | (7) Total Number of your Dependents _____ List Ages _____ | | |
| 9. INTENDED ENROLLMENT STATUS: (To be eligible, a student must be enrolled half-time or more). <input type="checkbox"/> Full-Time <input type="checkbox"/> Half-Time but less than Full-Time <input type="checkbox"/> Less than Half-Time (not eligible) | | (10) MAJOR COURSE OF STUDY CODE NUMBER | | 11. WHILE IN SCHOOL YOU INTEND TO LIVE (Check One) <input type="checkbox"/> With Parents <input type="checkbox"/> On Campus <input type="checkbox"/> Off-Campus | |
| 12. Prior to the academic year for which this loan is requested, have you ever been enrolled in any school beyond the high school level? <input type="checkbox"/> YES <input type="checkbox"/> NO | | | | | |
| (13) REQUESTED LOAN AMOUNT \$ | | (14) Period of Loan (Use Figures) From Mo./Yr. To Mo./Yr. | | 15. Have you ever defaulted on a GSL, FISL, or Parent Loan? <input type="checkbox"/> YES <input type="checkbox"/> NO If yes, list all details, including repayment arrangements, on a separate sheet. | |
| (16) Have you any student loan debts? If yes, list below. List all educational loans (FISL, GSL, NDSL, HEAL, Parent Loan) including those obtained in another state. Attach a separate sheet if more space is required. If you have no debts write "NONE" in 16 and 16a. <input type="checkbox"/> Yes <input type="checkbox"/> No | | | | | |
| CREDITOR NAME | CITY | STATE | PHONE NO. () | TYPE OF LOAN (✓) (See Instructions) A B C | SCHOOL PERIOD Begin End |
| | | | () | A B C | |
| | | | () | A B C | |
| | | | () | A B C | |
| 16a. OTHER DEBTS (Attach Separate Sheet) | | | PURPOSE | DATE OF DEBT | MONTHLY PAYMENTS |
| Creditor | City | State | | | |
| REFERENCES—MUST BE COMPLETED BY ALL APPLICANTS—SEE INSTRUCTIONS | | | | | |
| (17) Parent or Guardian (circle one) (Last) (First) (MI) | | Other Parent or Adult Relative (Last) (First) (MI) | | Other Adult Relative or Friend (Last) (First) (MI) | |
| Name _____ | | _____ | | _____ | |
| Address _____ | | _____ | | _____ | |
| City, State, Zip _____ | | _____ | | _____ | |
| Telephone # () _____ | | () _____ | | () _____ | |
| Employer _____ | | _____ | | _____ | |
| 18a. Driver's License Number # _____ State _____ | | (18b) Name of Lender and City (for this application) _____ | | | |
| 19. My signature below certifies that I have read, understood and agreed to the conditions and authorizations stated in the Borrower Certification printed on the reverse side of this application. Signature of Applicant _____ Date _____ | | | | | |
| SEE INSTRUCTIONS ON REVERSE FOR ALL CIRCLED ITEMS. | | | | | |
| 20. Name of Educational Institution (See reverse side for instructions regarding circled items) | | | (22) Loan Period (Mo./Day/Yr.) From To | | |
| 21. Address | | City | (23) Grade Level Code | (24) Anticipated Graduation Date (Mo./Yr.) | |
| State | Zip Code | (25) School Code | 26. Area Code/Phone No. () | (27A) Dependency Status 1 <input type="checkbox"/> Dependent 2 <input type="checkbox"/> Independent | (27B) Adjusted Gross Income \$ |
| (28) Estimated Total Cost of Education for Loan Period: \$ | | (29A) Financial Aid for Loan Period (Includes Loans Under Parent Loan Program) \$ | | (29B) Expected Family Contribution: \$ | |
| 30. Cost Less Aid (Item 28 Less Items 29A and 29B: \$ | | | | | |
| 32. My signature below certifies that I have read, and agreed to the "Educational Institution Certification" on the reverse of this application. | | | | | |
| Signature of Designated Financial Aid Officer | | | Print or Type Name and Title | | Date |
| 33. NAME OF LENDING INSTITUTION | | | 37. LOAN DISBURSEMENT DATE(S) Mo. Day Yr. | | 38. LOAN AMOUNT(S) |
| 34. ADDRESS | | | #1 | | |
| | | | #2 | | |
| CITY | | | #3 | | |
| STATE | | | | | |
| ZIP CODE | | | | | |
| 39. TOTAL AMOUNT LENDER APPROVES | | | \$ | | |
| 35. AREA CODE/PHONE NO. () | 36. LENDER CODE | | 39a. MATURITY DATE Mo./Yr. | 39b. INTEREST RATE FOR THIS LOAN. | 39c. TOTAL FEE \$ |
| 40. SIGNATURE OF AUTHORIZED LENDING OFFICIAL | | | PRINT OR TYPE NAME AND TITLE | | DATE |

SECTION I: BORROWER CERTIFICATION

I declare under penalty of perjury under the laws of the United States of America that the following is true and correct. I, the borrower, certify that the information contained in Section I of this application is true, completed and correct to the best of my knowledge and belief and is made in good faith. I hereby authorize the educational institution to pay to the lender any refund which may be due me up to the amount of this loan. I further authorize any educational institution that I may attend to release to the lending institution, subsequent holder, U.S. Department of Education, or their agents, any requested information pertinent to this loan (e.g. employment, enrollment status, current address). The lending institution is authorized to answer questions about their credit experience with me. I certify that the proceeds of any loan made as a result of this application will be used for educational purposes for the academic period covered by this application at the educational institution named on this form. I understand that I am responsible for repaying any funds that I receive which cannot reasonably be attributed to meeting my educational expenses related to attendance at that institution for the loan period stated. I certify that the total amount of loans received under the Guaranteed Student Loan Program, Title IV, Part B (P.L. 89-329), as amended, will not exceed the allowable maximums. I further certify that I do not now owe a refund on a Basic Educational Opportunity (PELL) Grant and am not now in default on a National Direct Student Loan or a Guaranteed Student Loan. I further authorize my lending institution to issue a check covering the proceeds of my loan, in full, or in part, made payable to me, or at the lender's option, jointly payable to me and the school, and sent to the school named on this application, or at the lender's option, to me. I have read and understand the Statement of Borrower's Rights and Responsibilities which I received as part of this application packet.

SECTION II: EDUCATIONAL INSTITUTION CERTIFICATION

I hereby certify that the student named in Section I is accepted for enrollment, or is enrolled and in good standing as at least a half-time student and is making satisfactory progress in a program determined to be eligible for the Guaranteed Student Loan Program. I further certify that, based upon records available at this institution, this student is neither in default nor owes a refund with respect to previous Federal Financial Assistance for attendance at this institution, and that the information provided in Section II is true, complete, and correct to the best of my knowledge and belief.

INSTRUCTIONS FOR COMPLETING SECTION II— SCHOOL SECTION (ITEMS 20-32)

- Item 22: Use the dates indicated in item 14 as a guide to completing this item. Indicate the academic level for which applicant is seeking loan. Cannot exceed 12 months.
- Item 23: Please use the codes below to complete this item:
- | | |
|--|-----|
| 1st year (Freshman) | = 1 |
| 2nd year (Sophomore) | = 2 |
| 3rd year (Junior) | = 3 |
| 4th year (Senior) | = 4 |
| 5th year (Undergraduate) | = 5 |
| 1st year Graduate or Professional | = 6 |
| 2nd year Graduate or Professional | = 7 |
| 3rd year Graduate or Professional | = 8 |
| Beyond 3rd year Graduate or Professional | = 9 |
- Item 24: Anticipated graduation date is necessary for calculating the guarantee fee and the maturity date. This is the date the student will complete the program at *your institution*.
- Item 25: Use the six digit number assigned to your educational institution by the Department of Education.
- Item 27A: Indicate the student's status in accordance with the definitions of "dependent" and "independent" students described in the Pell (Basic) Grant Program regulations.
- Item 27B: Adjusted Gross Income. Enter the "Adjusted Gross Income" figure from line 9C of the "Guaranteed Student Loan Needs Test" form developed by the National Association of Student Financial Aid Administrators and the Office of Student Financial Assistance. (Forms are available through all guarantee agencies.)
- Item 29A: Indicate the estimated amount of assistance that the school is aware the student has been or will be awarded for the loan period.
- Also Include:
- Veterans Benefits
 - Social Security Benefits
 - Loan proceeds from Parent Loan Program.
 - Loan proceeds from guaranteed student loans for this loan period.
- Don't Include:
- Loan amount on this application.
- Item 29B: Expected Family Contribution. The figure results from an approved needs analysis system for students whose combined annual family and student income is greater than \$30,000. For applicants who as a result of GSL needs analysis have a negative expected family contribution, enter "0".
- For applicants whose adjusted gross income is less than \$30,000, enter "0".

MONTANA HIGHER EDUCATION PROGRAM
Board of Regents of Higher Education
Montana University System
APPLICATION FOR STUDENT LOAN

WARNING: Any person who knowingly makes a false statement or misrepresentation on this form is subject to penalties which may include fines or imprisonment under the United States Criminal Code and 20 USC 1087-4.

For Processor Use Only

IMPORTANT: READ THE INSTRUCTIONS CAREFULLY REGARDING CIRCLED ITEMS. COMPLETE IN INK OR TYPE. YOU SHOULD APPLY FOR OTHER FINANCIAL AID BEFORE COMPLETING THIS FORM.

AG-X-000030-08

(1) SOCIAL SECURITY NO. 2. NAME (LAST) Please Print (FIRST) (M.I.) (3) Birthdate (Use Figures)
Mo. Day Yr.

(4) PERMANENT HOME ADDRESS (STREET) APT. NO.

CITY STATE ZIP CODE 8. PERMANENT RESIDENT OF STATE

(5) AREA CODE/PHONE NO. (6) U.S. CITIZENSHIP STATUS U.S. citizen ☐ 1
Check one. (✓) Eligible non-citizen ☐ 2
See instructions. Neither 1 nor 2 ☐ 3 (7) Total Number of your Dependents _____
List Ages _____ (Name) _____
Since: Mo. Yr.

9. INTENDED ENROLLMENT STATUS: (To be eligible, a student must be enrolled half-time or more).
☐ Full-Time ☐ Half-Time but less than Full-Time
☐ Less than Half-Time (not eligible) (10) MAJOR COURSE OF STUDY CODE NUMBER 11. WHILE IN SCHOOL YOU INTEND TO LIVE (Check One)
☐ With Parents ☐ On Campus ☐ Off-Campus

12. Prior to the academic year for which this loan is requested, have you ever been enrolled in any school beyond the high school level? ☐ YES ☐ NO

(13) REQUESTED LOAN AMOUNT \$ (14) Period of Loan (Use Figures)
From Mo./Yr. To Mo./Yr. 15. Have you ever defaulted on a GSL, FISL, or Parent Loan? ☐ YES ☐ NO
If yes, list all details, including repayment arrangements, on a separate sheet.

(16) Have you any student loan debts? ☐ Yes ☐ No If yes, list below. List all educational loans (FISL, GSL, NDSL, HEAL, Parent Loan) including those obtained in another state. Attach a separate sheet if more space is required. If you have no debts write "NONE" in 16 and 16a.

| CREDITOR NAME | CITY | STATE | PHONE NO. | TYPE OF LOAN (✓) (See Instructions) | | | SCHOOL PERIOD Begin End | UNPAID BALANCE | INTEREST RATE |
|---------------|------|-------|-----------|--|---|---|----------------------------|-------------------|------------------|
| | | | () | A | B | C | | | % |
| | | | () | A | B | C | | | % |
| | | | () | A | B | C | | | % |

16a. OTHER DEBTS (Attach Separate Sheet) PURPOSE DATE OF DEBT MONTHLY PAYMENTS UNPAID BALANCE

REFERENCES—MUST BE COMPLETED BY ALL APPLICANTS—SEE INSTRUCTIONS
(17) Parent or Guardian (circle one) (Last) (First) (MI) Other Parent or Adult Relative (Last) (First) (MI) Other Adult Relative or Friend (Last) (First) (MI)
Name _____
Address _____
City, State, Zip _____
Telephone # () () () _____
Employer _____

18a. Driver's License Number # _____ State _____ (18b) Name of Lender and City (for this application) _____

19. My signature below certifies that I have read, understood and agreed to the conditions and authorizations stated in the Borrower Certification printed on the reverse side of this application.
Signature of Applicant _____
Date _____

SEE INSTRUCTIONS ON REVERSE FOR ALL CIRCLED ITEMS.

20. Name of Educational Institution (See reverse side for instructions regarding circled items) (22) Loan Period (Mo./Day/Yr.)
From To

21. Address City (23) Grade Level Code (24) Anticipated Graduation Date
(Mo./Yr.)

State Zip Code (25) School Code 26. Area Code/Phone No. () (27A) Dependency Status 1 ☐ Dependent 2 ☐ Independent (27B) Adjusted Gross Income \$

(28) Estimated Total Cost of Education for Loan Period: \$ (29A) Financial Aid for Loan Period (Includes Loans Under Parent Loan Program) \$ (29B) Expected Family Contribution: \$ 30. Cost Less Aid (Item 28 Less Items 29A and 29B: \$

32. My signature below certifies that I have read, and agreed to the "Educational Institution Certification" on the reverse of this application.

Signature of Designated Financial Aid Officer Print or Type Name and Title Date

33. NAME OF LENDING INSTITUTION 37. LOAN DISBURSEMENT DATE(S) Mo. Day Yr. 38. LOAN AMOUNT(S)

34. ADDRESS #1

#2

CITY STATE ZIP CODE #3

39. TOTAL AMOUNT LENDER APPROVES \$

35. AREA CODE/PHONE NO. () 36. LENDER CODE 39a. MATURITY DATE Mo./Yr. 39b. INTEREST RATE FOR THIS LOAN. 39c. TOTAL FEE \$

40. SIGNATURE OF AUTHORIZED LENDING OFFICIAL PRINT OR TYPE NAME AND TITLE DATE

SECTION I: BORROWER CERTIFICATION

I declare under penalty of perjury under the laws of the United States of America that the following is true and correct. I, the borrower, certify that the information contained in Section I of this application is true, completed and correct to the best of my knowledge and belief and is made in good faith. I hereby authorize the educational institution to pay to the lender any refund which may be due me up to the amount of this loan. I further authorize any educational institution that I may attend to release to the lending institution, subsequent holder, U.S. Department of Education, or their agents, any requested information pertinent to this loan (e.g. employment, enrollment status, current address). The lending institution is authorized to answer questions about their credit experience with me. I certify that the proceeds of any loan made as a result of this application will be used for educational purposes for the academic period covered by this application at the educational institution named on this form. I understand that I am responsible for repaying any funds that I receive which cannot reasonably be attributed to meeting my educational expenses related to attendance at that institution for the loan period stated. I certify that the total amount of loans received under the Guaranteed Student Loan Program, Title IV, Part B (P.L. 89-329), as amended, will not exceed the allowable maximums. I further certify that I do not now owe a refund on a Basic Educational Opportunity (PELL) Grant and am not now in default on a National Direct Student Loan or a Guaranteed Student Loan. I further authorize my lending institution to issue a check covering the proceeds of my loan, in full, or in part, made payable to me, or at the lender's option, jointly payable to me and the school, and sent to the school named on this application, or at the lender's option, to me. I have read and understand the Statement of Borrower's Rights and Responsibilities which I received as part of this application packet.

SECTION II: EDUCATIONAL INSTITUTION CERTIFICATION

I hereby certify that the student named in Section I is accepted for enrollment, or is enrolled and in good standing as at least a half-time student and is making satisfactory progress in a program determined to be eligible for the Guaranteed Student Loan Program. I further certify that, based upon records available at this institution, this student is neither in default nor owes a refund with respect to previous Federal Financial Assistance for attendance at this institution, and that the information provided in Section II is true, complete, and correct to the best of my knowledge and belief.

INSTRUCTIONS FOR COMPLETING SECTION II— SCHOOL SECTION (ITEMS 20-32)

Item 22: Use the dates indicated in item 14 as a guide to completing this item. Indicate the academic level for which applicant is seeking loan. Cannot exceed 12 months.

Item 23: Please use the codes below to complete this item:

| | |
|--|-----|
| 1st year (Freshman) | = 1 |
| 2nd year (Sophomore) | = 2 |
| 3rd year (Junior) | = 3 |
| 4th year (Senior) | = 4 |
| 5th year (Undergraduate) | = 5 |
| 1st year Graduate or Professional | = 6 |
| 2nd year Graduate or Professional | = 7 |
| 3rd year Graduate or Professional | = 8 |
| Beyond 3rd year Graduate or Professional | = 9 |

Item 24: Anticipated graduation date is necessary for calculating the guarantee fee and the maturity date. This is the date the student will complete the program at *your institution*.

Item 25: Use the six digit number assigned to your educational institution by the Department of Education.

Item 27A: Indicate the student's status in accordance with the definitions of "dependent" and "independent" students described in the Pell (Basic) Grant Program regulations.

Item 27B: Adjusted Gross Income. Enter the "Adjusted Gross Income" figure from line 9C of the "Guaranteed Student Loan Needs Test" form developed by the National Association of Student Financial Aid Administrators and the Office of Student Financial Assistance. (Forms are available through all guarantee agencies.)

Item 29A: Indicate the estimated amount of assistance that the school is aware the student has been or will be awarded for the loan period.

Also Include:

Veterans Benefits

Social Security Benefits

Loan proceeds from Parent Loan Program.

Loan proceeds from guaranteed student loans for this loan period.

Don't Include:

Loan amount on this application.

Item 29B: Expected Family Contribution. The figure results from an approved needs analysis system for students whose combined annual family and student income is greater than \$30,000. For applicants who as a result of GSL needs analysis have a negative expected family contribution, enter "0".

For applicants whose adjusted gross income is less than \$30,000, enter "0".

Montana GUARANTEED STUDENT LOAN PROGRAM
Board of Regents of Higher Education
Montana University System
APPLICATION FOR STUDENT LOAN

WARNING: Any person who knowingly makes a false statement or misrepresentation on this form is subject to penalties which may include fines or imprisonment under the United States Criminal Code and 20 USC 1087-4.

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AG-X-000030-08

•IMPORTANT• READ THE INSTRUCTIONS CAREFULLY REGARDING CIRCLED ITEMS. COMPLETE IN INK OR TYPE. YOU SHOULD APPLY FOR OTHER FINANCIAL AID BEFORE COMPLETING THIS FORM.

(1) SOCIAL SECURITY NO. 2. NAME (LAST) Please Print (FIRST) (M.I.) (3) Birthdate (Use Figures)
Mo. Day Yr.

(4) PERMANENT HOME ADDRESS (STREET) APT. NO.

CITY STATE ZIP CODE 8. PERMANENT RESIDENT OF STATE

(5) AREA CODE/PHONE NO. (6) U.S. CITIZENSHIP STATUS U.S. citizen ☐ 1
Check one. (✓) Eligible non-citizen ☐ 2
See instructions. Neither 1 nor 2 ☐ 3 (7) Total Number of your Dependents _____
List Ages _____

9. INTENDED ENROLLMENT STATUS: (To be eligible, a student must be enrolled half-time or more).
☐ Full-Time ☐ Half-Time but less than Full-Time
☐ Less than Half-Time (not eligible) (10) MAJOR COURSE OF STUDY CODE NUMBER 11. WHILE IN SCHOOL YOU INTEND TO LIVE (Check One)
☐ With Parents ☐ On Campus ☐ Off-Campus

12. Prior to the academic year for which this loan is requested, have you ever been enrolled in any school beyond the high school level? ☐ YES ☐ NO

(13) REQUESTED LOAN AMOUNT \$ (14) Period of Loan (Use Figures)
From Mo./Yr. To Mo./Yr. 15. Have you ever defaulted on a
GSL, FISL, or Parent Loan? ☐ YES ☐ NO
If yes, list all details, including repayment arrangements, on a separate sheet.

(16) Have you any student loan debts? ☐ Yes ☐ No If yes, list below. List all educational loans (FISL, GSL, NDSL, HEAL, Parent Loan) including those obtained in another state. Attach a separate sheet if more space is required. If you have no debts write "NONE" in 16 and 16a.

| CREDITOR NAME | CITY | STATE | PHONE NO. | TYPE OF LOAN (✓) (See Instructions) | | | SCHOOL PERIOD Begin End | UNPAID BALANCE | INTEREST RATE |
|---------------|------|-------|-----------|--|---|---|----------------------------|-------------------|------------------|
| | | | () | A | B | C | | | % |
| | | | () | A | B | C | | | % |
| | | | () | A | B | C | | | % |

16a. OTHER DEBTS (Attach Separate Sheet) PURPOSE DATE OF DEBT MONTHLY PAYMENTS UNPAID BALANCE

REFERENCES—MUST BE COMPLETED BY ALL APPLICANTS—SEE INSTRUCTIONS
(17) Parent or Guardian (circle one) (Last) (First) (MI) Other Parent or Adult Relative (Last) (First) (MI) Other Adult Relative or Friend (Last) (First) (MI)
Name _____
Address _____
City, State, Zip _____
Telephone # () _____
Employer _____

18a. Driver's License Number # _____ State _____ (18b) Name of Lender and City (for this application) _____

19. My signature below certifies that I have read, understood and agreed to the conditions and authorizations stated in the Borrower Certification printed on the reverse side of this application.
Signature of Applicant _____
Date _____

SEE INSTRUCTIONS ON REVERSE FOR ALL CIRCLED ITEMS.

20. Name of Educational Institution (See reverse side for instructions regarding circled items) (22) Loan Period (Mo./Day/Yr.)
From To

21. Address City (23) Grade Level Code (24) Anticipated Graduation Date
(Mo./Yr.)

State Zip Code (25) School Code 26. Area Code/Phone No. () (27A) Dependency Status ☐ 1 Dependent ☐ 2 Independent (27B) Adjusted Gross Income \$

(28) Estimated Total Cost of Education for Loan Period: \$ (29A) Financial Aid for Loan Period (Includes Loans Under Parent Loan Program) \$ (29B) Expected Family Contribution: \$ 30. Cost Less Aid (Item 28 Less Items 29A and 29B: \$

32. My signature below certifies that I have read, and agreed to the "Educational Institution Certification" on the reverse of this application.

Signature of Designated Financial Aid Officer Print or Type Name and Title Date

33. NAME OF LENDING INSTITUTION. 37. LOAN DISBURSEMENT DATE(S) Mo. Day Yr. 38. LOAN AMOUNT(S)

34. ADDRESS #1 #2 #3

CITY STATE ZIP CODE 39. TOTAL AMOUNT LENDER APPROVES \$

35. AREA CODE/PHONE NO. () 36. LENDER CODE 39a. MATURITY DATE Mo./Yr. 39b. INTEREST RATE FOR THIS LOAN. 39c. TOTAL FEE \$

40. SIGNATURE OF AUTHORIZED LENDING OFFICIAL PRINT OR TYPE NAME AND TITLE DATE

SECTION I: BORROWER CERTIFICATION

I declare under penalty of perjury under the laws of the United States of America that the following is true and correct. I, the borrower, certify that the information contained in Section I of this application is true, completed and correct to the best of my knowledge and belief and is made in good faith. I hereby authorize the educational institution to pay to the lender any refund which may be due me up to the amount of this loan. I further authorize any educational institution that I may attend to release to the lending institution, subsequent holder, U.S. Department of Education, or their agents, any requested information pertinent to this loan (e.g. employment, enrollment status, current address). The lending institution is authorized to answer questions about their credit experience with me. I certify that the proceeds of any loan made as a result of this application will be used for educational purposes for the academic period covered by this application at the educational institution named on this form. I understand that I am responsible for repaying any funds that I receive which cannot reasonably be attributed to meeting my educational expenses related to attendance at that institution for the loan period stated. I certify that the total amount of loans received under the Guaranteed Student Loan Program, Title IV, Part B (P.L. 89-329), as amended, will not exceed the allowable maximums. I further certify that I do not now owe a refund on a Basic Educational Opportunity (PELL) Grant and am not now in default on a National Direct Student Loan or a Guaranteed Student Loan. I further authorize my lending institution to issue a check covering the proceeds of my loan, in full, or in part, made payable to me, or at the lender's option, jointly payable to me and the school, and sent to the school named on this application, or at the lender's option, to me. I have read and understand the Statement of Borrower's Rights and Responsibilities which I received as part of this application packet.

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| 3rd year (Junior) | = 3 |
| 4th year (Senior) | = 4 |
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| 2nd year Graduate or Professional | = 7 |
| 3rd year Graduate or Professional | = 8 |
| Beyond 3rd year Graduate or Professional | = 9 |

Item 24: Anticipated graduation date is necessary for calculating the guarantee fee and the maturity date. This is the date the student will complete the program at *your institution*.

Item 25: Use the six digit number assigned to your educational institution by the Department of Education.

Item 27A: Indicate the student's status in accordance with the definitions of "dependent" and "independent" students described in the Pell (Basic) Grant Program regulations.

Item 27B: Adjusted Gross Income. Enter the "Adjusted Gross Income" figure from line 9C of the "Guaranteed Student Loan Needs Test" form developed by the National Association of Student Financial Aid Administrators and the Office of Student Financial Assistance. (Forms are available through all guarantee agencies.)

Item 29A: Indicate the estimated amount of assistance that the school is aware the student has been or will be awarded for the loan period.

Also Include:

Veterans Benefits

Social Security Benefits

Loan proceeds from Parent Loan Program.

Loan proceeds from guaranteed student loans for this loan period.

Don't Include:

Loan amount on this application.

Item 29B: Expected Family Contribution. The figure results from an approved needs analysis system for students whose combined annual family and student income is greater than \$30,000. For applicants who as a result of GSL needs analysis have a negative expected family contribution, enter "0".

For applicants whose adjusted gross income is less than \$30,000, enter "0".

PREPARE 4 COPIES
Original Processor Copy
White Lender Copy
White Student Copy
White School Copy

Montana GUARANTEED STUDENT LOAN PROGRAM
Board of Regents of Higher Education
Montana University System
APPLICATION FOR STUDENT LOAN

WARNING: Any person who knowingly makes a false statement or misrepresentation on this form is subject to penalties which may include fines or imprisonment under the United States Criminal Code and 20 USC 1087-4.

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AG-X-000030-08

•IMPORTANT• READ THE INSTRUCTIONS CAREFULLY REGARDING CIRCLED ITEMS. COMPLETE IN INK OR TYPE. YOU SHOULD APPLY FOR OTHER FINANCIAL AID BEFORE COMPLETING THIS FORM.

| | | |
|------------------------------------|--|---|
| 1. SOCIAL SECURITY NO. | 2. NAME (LAST) Please Print (FIRST) (M.I.) | 3. Birthdate (Use Figures) Mo. Day Yr. |
| 4. PERMANENT HOME ADDRESS (STREET) | | APT. NO. |

| | | | |
|-------------------------------|---|---|--|
| CITY | STATE | ZIP CODE | 8. PERMANENT RESIDENT OF STATE (Name) _____ Since: Mo. Yr. |
| 5. AREA CODE/PHONE NO. () | 6. U.S. CITIZENSHIP STATUS Check one. (✓) See instructions. U.S. citizen <input type="checkbox"/> 1 Eligible non-citizen <input type="checkbox"/> 2 Neither 1 nor 2 <input type="checkbox"/> 3 | 7. Total Number of your Dependents _____ List Ages _____ | |

| | | |
|--|---------------------------------------|--|
| 9. INTENDED ENROLLMENT STATUS: (To be eligible, a student must be enrolled half-time or more). <input type="checkbox"/> Full-Time <input type="checkbox"/> Half-Time but less than Full-Time <input type="checkbox"/> Less than Half-Time (not eligible) | 10. MAJOR COURSE OF STUDY CODE NUMBER | 11. WHILE IN SCHOOL YOU INTEND TO LIVE (Check One) <input type="checkbox"/> With Parents <input type="checkbox"/> On Campus <input type="checkbox"/> Off-Campus |
|--|---------------------------------------|--|

12. Prior to the academic year for which this loan is requested, have you ever been enrolled in any school beyond the high school level? ☐ YES ☐ NO

| | | |
|---------------------------------|---|--|
| 13. REQUESTED LOAN AMOUNT \$ | 14. Period of Loan (Use Figures) From Mo./Yr. To Mo./Yr. | 15. Have you ever defaulted on a GSL, FISL, or Parent Loan? <input type="checkbox"/> YES <input type="checkbox"/> NO If yes, list all details, including repayment arrangements, on a separate sheet. |
|---------------------------------|---|--|

16. Have you any student loan debts? ☐ Yes ☐ No
If yes, list below. List all educational loans (FISL, GSL, NDSL, HEAL, Parent Loan) including those obtained in another state. Attach a separate sheet if more space is required. If you have no debts write "NONE" in 16 and 16a.

| CREDITOR NAME | CITY | STATE | PHONE NO. | TYPE OF LOAN (✓) (See Instructions) | | | SCHOOL PERIOD Begin End | UNPAID BALANCE | INTEREST RATE |
|---------------|------|-------|-----------|--|---|---|----------------------------|----------------|---------------|
| | | | () | A | B | C | | | % |
| | | | () | A | B | C | | | % |
| | | | () | A | B | C | | | % |

| | | | | | | |
|--|------|-------|---------|--------------|------------------|----------------|
| 16a. OTHER DEBTS (Attach Separate Sheet) | | | PURPOSE | DATE OF DEBT | MONTHLY PAYMENTS | UNPAID BALANCE |
| Creditor | City | State | | | | |

REFERENCES—MUST BE COMPLETED BY ALL APPLICANTS—SEE INSTRUCTIONS

| | | |
|--|---|---|
| 17. Parent or Guardian (circle one) (Last) (First) (MI) | Other Parent or Adult Relative (Last) (First) (MI) | Other Adult Relative or Friend (Last) (First) (MI) |
| Name _____ | _____ | _____ |
| Address _____ | _____ | _____ |
| City, State, Zip _____ | _____ | _____ |
| Telephone # () _____ | () _____ | () _____ |
| Employer _____ | _____ | _____ |

| | |
|---|---|
| 18a. Driver's License Number # _____ State _____ | 18b. Name of Lender and City (for this application) _____ |
|---|---|

19. My signature below certifies that I have read, understood and agreed to the conditions and authorizations stated in the Borrower Certification printed on the reverse side of this application.
Signature of Applicant _____
Date _____

SEE INSTRUCTIONS ON REVERSE FOR ALL CIRCLED ITEMS

| | | | | | |
|---|----------|--|---------------------------------------|--|--|
| 20. Name of Educational Institution (See reverse side for instructions regarding circled items) | | | | 22. Loan Period (Mo./Day/Yr.) From To | |
| 21. Address | | City | | 23. Grade Level Code | 24. Anticipated Graduation Date (Mo./Yr.) |
| State | Zip Code | 25. School Code | 26. Area Code/Phone No. () | 27A. Dependency Status 1 <input type="checkbox"/> Dependent 2 <input type="checkbox"/> Independent | 27B. Adjusted Gross Income \$ |
| 28. Estimated Total Cost of Education for Loan Period: \$ | | 29A. Financial Aid for Loan Period (Includes Loans Under Parent Loan Program) \$ | 29B. Expected Family Contribution: \$ | 30. Cost Less Aid (Item 28 Less Items 29A and 29B: \$ | |

32. My signature below certifies that I have read, and agreed to the "Educational Institution Certification" on the reverse of this application.

| | | |
|---|------------------------------|------|
| Signature of Designated Financial Aid Officer | Print or Type Name and Title | Date |
|---|------------------------------|------|

| | | | | | |
|--|--|--|--|-------------------------------------|--|
| 33. NAME OF LENDING INSTITUTION | | 37. LOAN DISBURSEMENT DATE(S) Mo. Day Yr. | | 38. LOAN AMOUNT(S) | |
| 34. ADDRESS | | #1 | | | |
| | | #2 | | | |
| CITY | | STATE | | ZIP CODE | |
| | | #3 | | | |
| 35. AREA CODE/PHONE NO. () | | 36. LENDER CODE | | 39. TOTAL AMOUNT LENDER APPROVES \$ | |
| | | | | | |
| 40. SIGNATURE OF AUTHORIZED LENDING OFFICIAL | | PRINT OR TYPE NAME AND TITLE | | DATE | |
| | | | | | |

SECTION I: BORROWER CERTIFICATION

I declare under penalty of perjury under the laws of the United States of America that the following is true and correct. I, the borrower, certify that the information contained in Section I of this application is true, completed and correct to the best of my knowledge and belief and is made in good faith. I hereby authorize the educational institution to pay to the lender any refund which may be due me up to the amount of this loan. I further authorize any educational institution that I may attend to release to the lending institution, subsequent holder, U.S. Department of Education, or their agents, any requested information pertinent to this loan (e.g. employment, enrollment status, current address). The lending institution is authorized to answer questions about their credit experience with me. I certify that the proceeds of any loan made as a result of this application will be used for educational purposes for the academic period covered by this application at the educational institution named on this form. I understand that I am responsible for repaying any funds that I receive which cannot reasonably be attributed to meeting my educational expenses related to attendance at that institution for the loan period stated. I certify that the total amount of loans received under the Guaranteed Student Loan Program, Title IV, Part B (P.L. 89-329), as amended, will not exceed the allowable maximums. I further certify that I do not now owe a refund on a Basic Educational Opportunity (PELL) Grant and am not now in default on a National Direct Student Loan or a Guaranteed Student Loan. I further authorize my lending institution to issue a check covering the proceeds of my loan, in full, or in part, made payable to me, or at the lender's option, jointly payable to me and the school, and sent to the school named on this application, or at the lender's option, to me. I have read and understand the Statement of Borrower's Rights and Responsibilities which I received as part of this application packet.

SECTION II: EDUCATIONAL INSTITUTION CERTIFICATION

I hereby certify that the student named in Section I is accepted for enrollment, or is enrolled and in good standing as at least a half-time student and is making satisfactory progress in a program determined to be eligible for the Guaranteed Student Loan Program. I further certify that, based upon records available at this institution, this student is neither in default nor owes a refund with respect to previous Federal Financial Assistance for attendance at this institution, and that the information provided in Section II is true, complete, and correct to the best of my knowledge and belief.

INSTRUCTIONS FOR COMPLETING SECTION II— SCHOOL SECTION (ITEMS 20-32)

Item 22: Use the dates indicated in item 14 as a guide to completing this item. Indicate the academic level for which applicant is seeking loan. Cannot exceed 12 months.

Item 23: Please use the codes below to complete this item:

| | |
|--|-----|
| 1st year (Freshman) | = 1 |
| 2nd year (Sophomore) | = 2 |
| 3rd year (Junior) | = 3 |
| 4th year (Senior) | = 4 |
| 5th year (Undergraduate) | = 5 |
| 1st year Graduate or Professional | = 6 |
| 2nd year Graduate or Professional | = 7 |
| 3rd year Graduate or Professional | = 8 |
| Beyond 3rd year Graduate or Professional | = 9 |

Item 24: Anticipated graduation date is necessary for calculating the guarantee fee and the maturity date. This is the date the student will complete the program at *your institution*.

Item 25: Use the six digit number assigned to your educational institution by the Department of Education.

Item 27A: Indicate the student's status in accordance with the definitions of "dependent" and "independent" students described in the Pell (Basic) Grant Program regulations.

Item 27B: Adjusted Gross Income. Enter the "Adjusted Gross Income" figure from line 9C of the "Guaranteed Student Loan Needs Test" form developed by the National Association of Student Financial Aid Administrators and the Office of Student Financial Assistance. (Forms are available through all guarantee agencies.)

Item 29A: Indicate the estimated amount of assistance that the school is aware the student has been or will be awarded for the loan period.

Also Include:

Veterans Benefits

Social Security Benefits

Loan proceeds from Parent Loan Program.

Loan proceeds from guaranteed student loans for this loan period.

Don't Include:

Loan amount on this application.

Item 29B: Expected Family Contribution. The figure results from an approved needs analysis system for students whose combined annual family and student income is greater than \$30,000. For applicants who as a result of GSL needs analysis have a negative expected family contribution, enter "0".

For applicants whose adjusted gross income is less than \$30,000, enter "0".

GAME WARDENS'
RETIREMENT SYSTEM
(REVISED)

ACTUARIAL VALUATION
AS OF
JULY 1, 1982



1820 Eleventh Avenue • Helena, Montana 59601 • Telephone (406) 442-5222

October 25, 1982

Mr. Lawrence Nachtsheim, Administrator
Public Employees Retirement Division
1712 9th Avenue
Helena, MT 59601

Re: Game Wardens' Retirement System

Dear Larry:

Enclosed is the July 1, 1982 actuarial report for the Game Wardens' Retirement System.

The additional revenues to the System from fines and forfeited bonds currently represent 10.6% of salaries. The total percentage of salary from all sources is 24.75%. This rate exceeds the recommended rate and no contribution increase is recommended.

Sincerely,

Alton P. Hendrickson, ASA

jah

Enclosure

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SECTION I

INTRODUCTION

An actuarial valuation of the Game Wardens' Retirement System of the State of Montana has been completed as of July 1, 1982. This valuation was authorized by the Public Employees' Retirement Board under Section 19-8-202, M.R.C. The purpose of the valuation was to determine the financial position of the fund, the normal cost, and the unfunded accrued liability based upon present and prospective assets and liabilities of the fund as of July 1, 1982.

Section II presents an analysis of the results of the actuarial valuation. The numerical findings supporting this analysis are shown in Section III.

In conducting the actuarial valuation, certain assumptions were made as to the future experience of the system. A summary and discussion of each of the assumptions is contained in Section IV.

The valuation was based upon the Game Wardens' Retirement Act and incorporates all amendments as of July 1, 1982. A summary of the major provisions of the Act is contained in Section V.

ACTUARIAL CERTIFICATION

Based upon the assumptions stated in this report and the employee data and other records provided by the Public Employees' Retirement Division, the actuarial valuation contained in this report has been performed in accordance with generally accepted actuarial principles and techniques.



Alton P. Hendrickson
Member, American Academy
of Actuaries

SECTION II

ANALYSIS OF VALUATION

The actuarial valuation as of July 1, 1982 has determined that a contribution rate of 17.07% is required to fund the benefits as they accrue in the future. An additional contribution rate of 7.44% is required to amortize the unfunded liability over a 40-year period. Therefore, the total recommended contribution rate is 24.52%.

The recommended rate of 24.52% represents a .17% increase over the 1980 rate of 24.35%. Although the number of retired and inactive members remained constant during the biennium, the monthly benefits increased 12.7%. This increase was largely the result of a benefit increase granted by the legislature. The cost of the increase was anticipated to be .15% of salary, which is funded by additional state contributions.

The number of active members increased from 85 to 90. Most significantly, the payroll increased 30% with an average salary of \$20,379 in 1982 compared with \$16,616 in 1980.

The regular contribution rate is 14.15% comprised of a state contribution of 7.15% of the member's salary and the member's contribution of 7% of salary. In addition, the balance of the fines and forfeiture funds is contributed to the system to assist in eliminating the unfunded liability. This amount was \$194,425 during the 198182 fiscal year and represented 10.6% of salaries.

The combined contributions as a percent of salary is currently 24.75% which exceeds the recommended rate of 24.52%. As such the Game Warden's Retirement System is adequately funded at this time and no additional contributions are recommended. It is important that the amounts provided by fines and forfeitures continue to be monitored. If this amount grows at a slower rate than salaries, the contribution as a percent of salary may become inadequate.

SECTION III

SCHEDULE 1

NORMAL COST ALLOCATION

| | |
|--|------------------|
| (1) Normal Cost Contribution Rate: | |
| (a) Retirement | 14.128% |
| (b) Death | 0.873 |
| (c) Disability | 1.422 |
| (d) Vested | 0.254 |
| (e) Withdrawals | 0.400 |
| | ----- |
| (f) Total Rate | 17.077% |
| (2) Present Value of Future Salaries Of Current Members | \$18,455,289 |
| (3) Present Value of Future Normal Costs For Current Members (1(f) x (2)) | \$ 3,151,610 |

SCHEDULE 2

PRESENT VALUE OF BENEFITS

(1) Present Value of Benefits - Inactive Members

| | |
|--------------------|--------------|
| (a) Retirement | \$ 1,467,327 |
| (b) Death | 264,574 |
| (c) Disability | 379,011 |
| (d) Withdrawals | 575 |
| | ----- |
| (e) Total Inactive | \$ 2,111,487 |

(2) Present Value of Benefits - Active Members

| | |
|------------------|--------------|
| (a) Retirement | \$ 7,911,318 |
| (b) Death | 349,585 |
| (c) Disability | 586,847 |
| (d) Vested | 90,621 |
| (e) Withdrawals | 105,470 |
| | ----- |
| (d) Total Active | \$ 9,043,841 |
| | ----- |

(3) Total Liabilities \$11,155,328

SCHEDULE 3

CONTRIBUTION AND LIABILITY ALLOCATIONS

(1) Unfunded Accrued Liability

| | |
|--|--------------|
| (a) Present Value of Benefits | \$11,155,328 |
| (b) Present Value of Future Normal Costs | 3,151,610 |
| (c) Fund Assets | 3,833,820 |
| | ----- |
| (d) Unfunded Liability (a)-(b)-(c) | \$ 4,169,898 |

(2) Contribution Rates Amortized Over 40.00 Years

| | |
|--|--------------|
| (a) Present Value of Salaries During Next 40.00 Years | \$56,020,859 |
| (b) Unfunded Contribution Rates 1(d)/2(a) | 7.443% |
| (c) Normal Cost Rate (Schedule 1) | 17.077% |
| | ----- |
| (d) Total Funding Rate | 24.520% |

SCHEDULE 4
COMPARISON OF VALUATIONS

| | <u>1980</u> | <u>1982</u> |
|------------------------------|-------------|-------------|
| Liability for Future Service | \$2,494,196 | \$3,151,610 |
| Unfunded Liability | \$3,261,025 | \$4,169,898 |
| Assets | \$2,896,316 | \$3,833,820 |
| Normal Cost Rate | 16.74% | 17.08% |
| Unfunded Liability Rate | 7.61% | 7.44% |
| Total Recommended Rate | 24.35% | 24.52% |
| Annual Payroll | \$1,412,402 | \$1,834,071 |
| Annual Benefit Payments | \$ 195,371 | \$ 220,188 |
| Number of Active Members | 85 | 90 |
| Number of Inactive Members | 35 | 35 |

SCHEDULE 5

TABLE 1

NUMBER OF ACTIVE MEMBERS

| COMPLETED YEARS OF SERVICE | AGE GROUP | | | | | | | | | | TOTAL |
|----------------------------------|-----------|-------|-------|-------|-------|-------|-------|-------|-------|---------|-------|
| | UNDER 25 | 25-29 | 30-34 | 35-39 | 40-44 | 45-49 | 50-54 | 55-59 | 60-64 | OVER 65 | |
| 0-4 | 3 | 9 | 5 | 1 | 1 | | | | | | 19 |
| 5-9 | | 4 | 4 | 5 | | | | | | | 13 |
| 10-14 | | | 4 | 9 | 7 | 4 | | | | | 24 |
| 15-19 | | | | | 2 | 5 | 2 | 3 | | | 12 |
| 20-24 | | | | | | 7 | 3 | 1 | | | 11 |
| 25-29 | | | | | | | 3 | 3 | 2 | | 8 |
| 30-34 | | | | | | | | 3 | | | 3 |
| 35-39 | | | | | | | | | | | |
| 40-UP | | | | | | | | | | | |
| TOTAL | 3 | 13 | 13 | 15 | 10 | 16 | 8 | 10 | 2 | | 90 |

TABLE 2
ANNUAL SALARIES OF ACTIVE MEMBERS
IN THOUSANDS

| COMPLETED YEARS OF SERVICE | AGE GROUP | | | | | | | | | | TOTAL |
|----------------------------------|-----------|-------|-------|-------|-------|-------|-------|-------|-------|---------|-------|
| | UNDER 25 | 25-29 | 30-34 | 35-39 | 40-44 | 45-49 | 50-54 | 55-59 | 60-64 | OVER 65 | |
| 0-4 | 43 | 139 | 79 | 16 | 20 | | | | | | 297 |
| 5-9 | | 71 | 74 | 99 | | | | | | | 244 |
| 10-14 | | | 79 | 176 | 139 | 82 | | | | | 476 |
| 15-19 | | | | | 41 | 115 | 41 | 67 | | | 264 |
| 20-24 | | | | | | 175 | 69 | 26 | | | 270 |
| 25-29 | | | | | | | 66 | 77 | 47 | | 190 |
| 30-34 | | | | | | | | 92 | | | 92 |
| 35-39 | | | | | | | | | | | |
| 40-UP | | | | | | | | | | | |
| TOTAL | 43 | 210 | 232 | 291 | 200 | 372 | 176 | 262 | 47 | | 1833 |

TABLE 3
AVERAGE SALARIES OF ACTIVE MEMBERS

| COMPLETED YEARS OF SERVICE | AGE GROUP | | | | | | | | | | TOTAL |
|----------------------------------|-----------|-------|-------|-------|-------|-------|-------|-------|-------|---------|-------|
| | UNDER 25 | 25-29 | 30-34 | 35-39 | 40-44 | 45-49 | 50-54 | 55-59 | 60-64 | OVER 65 | |
| 0-4 | 14340 | 15466 | 15871 | 15597 | 19775 | | | | | | 15628 |
| 5-9 | | 17705 | 18509 | 19855 | | | | | | | 18779 |
| 10-14 | | | 19799 | 19532 | 19865 | 20468 | | | | | 19830 |
| 15-19 | | | | | 20380 | 22963 | 20376 | 22297 | | | 21935 |
| 20-24 | | | | | | 25059 | 23164 | 26036 | | | 24631 |
| 25-29 | | | | | | | 21894 | 25826 | 23662 | | 23810 |
| 30-34 | | | | | | | | 30815 | | | 30815 |
| 35-39 | | | | | | | | | | | |
| 40-UP | | | | | | | | | | | |
| TOTAL | 14340 | 16155 | 17891 | 19378 | 19959 | 23256 | 21991 | 26285 | 23662 | | 20379 |

TABLE 4
SUMMARY OF RETIREES

| NUMBER OF MEMBERS | | | | | | | | |
|-------------------|-------|-------|-------|-------|-------|-------|---------|-------|
| AGE GROUP | | | | | | | | |
| UNDER 55 | 55-59 | 60-64 | 65-69 | 70-74 | 75-79 | 80-84 | OVER 84 | TOTAL |
| 2 | 1 | 8 | 7 | 3 | 2 | 0 | 1 | 24 |

| TOTAL MONTHLY BENEFIT | | | | | | | | |
|-----------------------|-------|-------|-------|-------|-------|-------|---------|-------|
| AGE GROUP | | | | | | | | |
| UNDER 55 | 55-59 | 60-64 | 65-69 | 70-74 | 75-79 | 80-84 | OVER 84 | TOTAL |
| 243 | 776 | 6262 | 3504 | 1549 | 722 | 0 | 511 | 13567 |

| AVERAGE MONTHLY BENEFIT | | | | | | | | |
|-------------------------|-------|-------|-------|-------|-------|-------|---------|-------|
| AGE GROUP | | | | | | | | |
| UNDER 55 | 55-59 | 60-64 | 65-69 | 70-74 | 75-79 | 80-84 | OVER 84 | TOTAL |
| 122 | 776 | 783 | 501 | 516 | 361 | 0 | 511 | 565 |

TABLE 5
SUMMARY OF DISABLED

NUMBER OF MEMBERS

| AGE GROUP | | | | | | | | |
|-----------|-------|-------|-------|-------|-------|-------|---------|-------|
| UNDER 55 | 55-59 | 60-64 | 65-69 | 70-74 | 75-79 | 80-84 | OVER 84 | TOTAL |
| 2 | 3 | 1 | 0 | 0 | 0 | 0 | 0 | 6 |

TOTAL MONTHLY BENEFIT

| AGE GROUP | | | | | | | | |
|-----------|-------|-------|-------|-------|-------|-------|---------|-------|
| UNDER 55 | 55-59 | 60-64 | 65-69 | 70-74 | 75-79 | 80-84 | OVER 84 | TOTAL |
| 758 | 1602 | 583 | 0 | 0 | 0 | 0 | 0 | 2943 |

AVERAGE MONTHLY BENEFIT

| AGE GROUP | | | | | | | | |
|-----------|-------|-------|-------|-------|-------|-------|---------|-------|
| UNDER 55 | 55-59 | 60-64 | 65-69 | 70-74 | 75-79 | 80-84 | OVER 84 | TOTAL |
| 379 | 534 | 583 | 0 | 0 | 0 | 0 | 0 | 490 |

TABLE 6
SUMMARY OF SURVIVORS

| NUMBER OF MEMBERS | | | | | | | | |
|-------------------|-------|-------|-------|-------|-------|-------|---------|-------|
| AGE GROUP | | | | | | | | |
| UNDER 55 | 55-59 | 60-64 | 65-69 | 70-74 | 75-79 | 80-84 | OVER 84 | TOTAL |
| 2 | 0 | 2 | 0 | 0 | 0 | 0 | 0 | 4 |

| TOTAL MONTHLY BENEFIT | | | | | | | | |
|-----------------------|-------|-------|-------|-------|-------|-------|---------|-------|
| AGE GROUP | | | | | | | | |
| UNDER 55 | 55-59 | 60-64 | 65-69 | 70-74 | 75-79 | 80-84 | OVER 84 | TOTAL |
| 1000 | 0 | 839 | 0 | 0 | 0 | 0 | 0 | 1839 |

| AVERAGE MONTHLY BENEFIT | | | | | | | | |
|-------------------------|-------|-------|-------|-------|-------|-------|---------|-------|
| AGE GROUP | | | | | | | | |
| UNDER 55 | 55-59 | 60-64 | 65-69 | 70-74 | 75-79 | 80-84 | OVER 84 | TOTAL |
| 500 | 0 | 419 | 0 | 0 | 0 | 0 | 0 | 460 |

SECTION IV

ACTUARIAL FUNDING METHOD AND ASSUMPTIONS

The true cost of the Game Wardens' Retirement System will be determined by its future experience. In determining the financial requirement of the fund, certain assumptions were made as to the expected future experience. This section summarizes the funding method applied as well as the basic assumptions used.

Any variations in the actual experience of the fund from those assumed in this valuation may cause changes in the projected future costs of the fund. It is therefore necessary that the actuarial assumptions be reviewed from time to time with adjustments as experience warrants. It is also important that regular valuations be performed to determine the financial effect of variations between the actual and assumed experience.

The assumptions shown below were based upon the past experience of the fund together with the projections as to future experience.

FUNDING METHOD

The method of funding employed is commonly referred to as the entry age normal cost method. This method establishes a normal cost of each fund as well as an unfunded accrued liability. The normal cost is the level percentage of total salaries required to fund the benefits, assuming this percentage has been contributed since each member's entry into the fund.

The unfunded accrued liability represents the excess of the present value of total liabilities over the present assets of the fund and the present value of expected future contributions for the normal cost.

In order to maintain the fund on an actuarially sound basis, the rate of contribution should be such as to meet the normal cost in addition to making progress towards the amortization of the unfunded liability.

ACTUARIAL ASSUMPTIONS

Mortality Rates

The mortality rates are based upon the 1971 Group Annuity Mortality Table.

| <u>Age</u> | <u>Death Per 100,000</u> |
|------------|------------------------------|
| 25 | 62 |
| 30 | 81 |
| 35 | 112 |
| 40 | 163 |
| 45 | 292 |
| 50 | 529 |
| 55 | 852 |
| 60 | 1,312 |
| 65 | 2,126 |
| 70 | 3,611 |
| 75 | 5,529 |
| 80 | 8,743 |
| 85 | 13,010 |

Disability Rates

The disability rates are based upon the rates published by the Railroad Retirement Board in its seventh valuation, modified to reflect the higher disability rate of the members.

| <u>Age</u> | <u>Disabilities per 100,000 Active Members</u> |
|------------|--|
| 25 | 90 |
| 30 | 90 |
| 35 | 90 |
| 40 | 202 |
| 45 | 428 |
| 50 | 765 |
| 55 | 1,494 |
| 60 | 2,886 |

Withdrawal Rates

The withdrawal rates illustrated below reflect the turnover experienced by the Game Wardens' Retirement System.

| <u>Age</u> | <u>Withdrawal Per 100,000 Active Members</u> |
|------------|--|
| 25 | 6,330 |
| 30 | 4,750 |
| 35 | 2,530 |
| 40 | 1,820 |
| 45 | 570 |
| 50 | 280 |
| 55 | 0 |

Salary Scale

The salary increases are based upon projected experience of the system regarding longevity and meritorious increases, together with an underlying inflationary adjustment of 5½% representing projected cost-of-living increases.

| <u>Age</u> | <u>Expected Salary at age 55 as a Multiple Of Current Salary</u> |
|------------|--|
| 25 | 7.07 |
| 30 | 5.23 |
| 35 | 3.86 |
| 40 | 2.80 |
| 45 | 1.99 |
| 50 | 1.41 |
| 55 | 1.00 |

Investment Earnings

A rate of 7% per annum was assumed for future investment earnings.

SECTION V

SUMMARY OF BENEFITS AND CONTRIBUTIONS

| | |
|------------------------|--|
| Effective Date - | July 1, 1963 |
| Member Contributions - | 7% of salary. Optional after 25 years of membership. |
| State Contributions - | 7.15% of active game warden's salaries, plus all collections from fines and forfeited bonds. |
| Retirement Benefit - | <p>Minimum service: 20 years Minimum age: 55 Mandatory retirement: age 60</p> <p>Normal form: Life annuity with a death benefit equal to the present value of the retirement allowance at the date of retirement less retirement benefits paid to date (full cash refund annuity).</p> <p>Benefit: 2% of the average monthly salary during the highest 36 consecutive months of earnings times years of service, subject to a maximum of 50% of such monthly base salary. Members who elect to contribute for more than 25 years receive an additional allowance equal to the actuarial equivalent of member and state contributions made after 25 years of service.</p> |
| Disability Benefit - | <p>Service disability with 10 years of service: 50% of the average monthly salary during the highest 36 consecutive months of earnings.</p> <p>Other disability: Actuarial equivalent of the member's accrued retirement benefit.</p> |
| Death Benefit - | Service death: 50% of the average monthly salary during the highest 36 consecutive months of earnings less any amount payable under the Workers' Compensation Act. |

SECTION V

(CONTINUED)

Nonservice death: Actuarial equivalent of the member's accrued retirement benefit.

Termination Benefit -

If service discontinued prior to completion of 10 years of service, return of accumulated contributions without interest. If service discontinued on or after completion of 10 years of service, either return of the aggregate of accumulated contributions with interest or the actuarial equivalent of the member's accrued retirement benefit.