

OFFICE OF FISCAL ANALYSIS

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sSB-890

AN ACT CONCERNING STUDENT LOAN SERVICERS.

As Amended by Senate "A" (LCO 8086), Senate "B" (LCO 8454)
Senate Calendar No.: 121

OFA Fiscal Note

State Impact: None

Municipal Impact: None

Explanation

The bill has no fiscal impact as it is anticipated that those companies currently licensed to service student loans (both federal and private) will remain licensed to service private student loans. The bill changes the requirement for federal student loan servicers from a license to a registration. The bill maintains the licensing requirement for those student loan servicers who service private student loans.

In FY 21 there are 64 student loan servicer licenses, with an annual fee of \$900, generating \$57,600. Fee revenue is deposited to a non-lapsing account intended to support a Student Loan Ombudsman position.

Senate "A" and "B" make clarifying changes that have no fiscal impact.

The Out Years

State Impact: None

Municipal Impact: None

The preceding Fiscal Impact statement is prepared for the benefit of the members of the General Assembly, solely for the purposes of information, summarization and explanation and does not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

Sources: Core-CT Financial Accounting System
Department of Banking website