

**FISCAL NOTE**

The fiscal impact is indeterminable.

This legislation moves the date of the annual transfer from the Hathaway Scholarship Expenditure Account (expenditure account) to the Hathaway Student Scholarship Reserve Account (reserve account) from the end of the fiscal year (June 30) to October 15 of each calendar year. Moving the date will ensure any monies remaining in the expenditure account from the prior fiscal year are used to make scholarship payments for the fall semester before the October 15 transfer. This could reduce the need for cash flow transfers between the expenditure account and the reserve account in order to make scholarship payments for the fall semester.

Adjusting the date for the annual transfer from the expenditure account to the reserve account to October 15 will subsequently impact the transfers from the reserve account to the Hathaway Student Scholarship Endowment Fund (endowment fund). When the reserve account balance exceeds its statutory maximum of the greater of \$12 million or 4.5 percent of the five-year average market value of the endowment fund, the excess is transferred to the endowment fund as soon as possible after the end of the fiscal year.

Specific results in a given year depend on aggregate scholarship payments, investment earnings and the timing of transfers between these accounts.