



LAWS OF ALASKA

1984

Source

CSHB 681(Fin) am

Chapter No.

158

AN ACT

Relating to default on and collection of student loans; and providing for an effective date.

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

THE ACT FOLLOWS ON PAGE 1, LINE 9

UNDERLINED MATERIAL INDICATES TEXT THAT IS BEING ADDED TO THE LAW AND BRACKETED MATERIAL IN CAPITAL LETTERS INDICATES DELETIONS FROM THE LAW; COMPLETELY NEW TEXT OR MATERIAL REPEALED AND RE-ENACTED IS IDENTIFIED IN THE INTRODUCTORY LINE OF EACH BILL SECTION.

Approved by the Governor: July 5, 1984
Actual Effective Date: July 6, 1984

AN ACT

Relating to default on and collection of student loans;
and providing for an effective date.

* Section 1. AS 14.43.090(a) is amended to read:

(a) There is created a scholarship revolving loan fund. The fund shall be used to make scholarship loans to students selected under AS 14.43.090 - 14.43.160 and to pay the costs of collecting student loans that are in default if those costs are not recovered from the student. All repayments of principal and interest on scholarship loans shall be paid into the scholarship revolving loan fund [SHALL BE USED TO MAKE NEW SCHOLARSHIP LOANS]. If money estimated to be [FUNDS] available from scholarship loan repayments is [ARE] inadequate to fully fund estimated scholarship loans for any fiscal year, additional funding from the general fund may be requested and appropriated for that year.

* Sec. 2. AS 14.43.120(f) is amended to read:

(f) Interest on a loan given under AS 14.43.090 - 14.43.160 is at the rate of five percent a year unless the loan is in default. Interest on a loan that is in default is 10 percent a year for the period the loan is in default.

* Sec. 3. AS 14.43.120(o) is amended to read:

(o) The provisions of (j) of this section do not apply to a loan that is in default [TO A BORROWER NAMED IN A COMPLAINT AS A DEFENDANT IN AN ACTION BY THE STATE OR BY THE COMMISSION TO SECURE PAYMENT OF

Chapter 158

1 THE UNPAID BALANCE OF A LOAN MADE UNDER AS 14.43.110 OR 14.43.115].

2 * Sec. 4. AS 14.43.120 is amended by adding a new subsection to read:

3 (q) For the purposes of this section a loan is in default if a
4 loan payment is 120 or more days past due.

5 * Sec. 5. This Act takes effect immediately in accordance with AS 01.-
6 10.070(c).