

Original sponsor: Fink and Sackett

Offered: 3/11/70
Referred: Rules

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2 CS FOR HOUSE BILL NO. 599

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 SIXTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to scholarship loans."

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

8 * Section 1. AS 14.40.760(a) is amended to read:

9 (a) Each scholarship loan made to a student may not exceed \$750
10 [\$500] in any school year for one student.

11 * Sec. 2. AS 14.40.780(a) is amended to read:

12 (a) Proceeds from scholarship loans under secs. 750 - 830 of this
13 chapter may only be used for books, tuition and required fees, excluding
14 [ROOM AND BOARD AND] optional fees.

15 * Sec. 3. AS 14.40.780(b) is amended to read:

16 (b) The loans may only be used to attend a college or university
17 [IN ALASKA] accredited by the accreditation association for the region
18 in which the college or university is located [NORTHWEST ASSOCIATION OF
19 SECONDARY AND HIGHER SCHOOLS].

20 * Sec. 4. AS 14.40.780(i) is amended to read:

21 (i) A student who receives a scholarship loan under secs. 750 -
22 830 of this chapter and who stays in Alaska or who leaves the state for
23 attendance at a college or university [GRADUATE SCHOOL] or for service
24 in the military and immediately returns to Alaska following termination
25 of his [GRADUATE] studies or military service shall receive forgiveness
26 of \$750 [\$500] of loan indebtedness for each one-year [SIX-MONTH]
27 period the student remains thereafter in Alaska. Time spent in Alaska
28 under this subsection shall be credited against the loans in the same
29 order that the loans were made.

1 * Sec. 5. AS 14.40.780(j) is amended to read:

2 (j) A student who does not qualify for forgiveness of all or a
3 part of a loan made to him under secs. 750 - 830 of this chapter shall
4 commence repayment of the unforgiven portion within six months after
5 leaving the state or within six months after terminating his military
6 service or [GRADUATE] studies. The unforgiven portion shall be repaid
7 in an amount of not less than \$50 per month.

8 * Sec. 6. AS 14.40.800(1) is amended to read:

9 (1) priority shall be given to entering freshmen who are
10 graduates of Alaska high schools or who are graduates of a high school
11 outside the state if their Alaskan residency has been continuous;

12 * Sec. 7. AS 14.40.790(2) is amended to read:

13 (2) he is either (A) enrolled as a full-time student in an
14 associate or baccalaureate degree program or (B) a graduate of a high
15 school or scheduled for graduation from a high school within six months
16 with sufficient credits to be admitted to [ALASKAN] colleges and uni-
17 versities defined under sec. 780(b) of this chapter.

18 * Sec. 8. AS 14.40 is amended by adding a new section to read:

19 Sec. 14.40.825. EFFECT OF ACADEMIC PROBATION. A recipient of a
20 scholarship loan under secs. 750 - 830 of this chapter and who is placed
21 on academic probation may continue to receive the benefit of the loan
22 for that school year, and may apply for a renewal of his loan for the
23 next school year under sec. 770 of this chapter. However, a student
24 who has remained on academic probation for a period of one full school
25 year is not eligible for further loans until he is removed from
26 probation.
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