

HOUSE BILL NO. 88

IN THE LEGISLATURE OF THE STATE OF ALASKA

SEVENTEENTH LEGISLATURE - FIRST SESSION

BY REPRESENTATIVES BARNES, Martin

Introduced: 1/30/91

Referred: House Special Committee on Military and Veterans' Affairs, HESS, Finance

A BILL

FOR AN ACT ENTITLED

1 "An Act relating to forgiveness of scholarship loans; and providing for an effective date."

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

3 * Section 1. AS 14.43.120 is amended by adding a new subsection to read:

4 (s) A portion of a loan shall be forgiven by the state if, after being enrolled in the course
5 of study for which the loan was granted, the borrower is a student in good standing and is unable
6 to complete the school term as a result of serving on active duty as a member of the armed
7 forces of the United States. The portion of the loan that shall be forgiven by the state is equal
8 to the amount of the loan expended by the borrower for tuition, books, required fees, and room
9 and board during the school term occurring when the borrower's studies are terminated.

10 * Sec. 2. This Act applies to principal and interest due on a loan entered into on or after July 1, 1990.

11 * Sec. 3. This Act takes effect immediately under AS 01.10.070(c).