

CS FOR HOUSE BILL NO. 88 (MLV)
IN THE LEGISLATURE OF THE STATE OF ALASKA
SEVENTEENTH LEGISLATURE - FIRST SESSION

BY THE HOUSE SPECIAL COMMITTEE ON MILITARY & VETERANS' AFFAIRS

Offered: 2/13/91

Referred: Health, Education and Social Services, Finance

**Sponsor(s): REPRESENTATIVES BARNES, Martin, Mackie, Gonzales, M.A.Miller, Sharp, G.Phillips, Zawacki,
Taylor, MacLean, C.Davis**

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 borrowed by the student for the school term in which the borrower's studies are
9 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).