

CHAPTER 65

EDUCATION - UNIVERSITIES AND COLLEGES

HOUSE BILL 94-1208

BY REPRESENTATIVES Morrison and Williams;
also SENATORS Hopper and Tebedo.

AN ACT**CONCERNING THE PERCENTAGE GUARANTEED BY THE COLORADO STUDENT LOAN PROGRAM ON
GUARANTEED STUDENT LOANS.**

Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. 23-3.1-106 (1), Colorado Revised Statutes, 1988 Repl. Vol., is amended to read:

23-3.1-106. Student loan program established. (1) There is hereby established a student loan program, to be administered by the division, which shall guarantee, ~~one hundred percent~~ IN ACCORDANCE WITH APPLICABLE PROVISIONS OF FEDERAL LAW, A PERCENTAGE of the unpaid principal and interest on all guaranteed student loans approved by the division. No guaranteed student loan shall be guaranteed to A PERCENTAGE OR an amount in excess of the limits authorized by federal law, nor shall interest charged on any guaranteed student loan exceed the interest rate permitted by federal law, but each guaranteed student loan may carry a special loan insurance premium which shall not exceed that permitted by federal law. No guaranteed student loan shall be guaranteed or made to any resident borrower which would not be eligible for federal reinsurance as authorized by Title IV, Part B of the federal "Higher Education Act of 1965", as amended. A loan guarantee made by the division in good faith for a student loan which has been disbursed and which does not meet the requirements of this article, except for cases of misfeasance by the holder, shall not be invalidated.

SECTION 2. Safety clause. The general assembly hereby finds, determines, and declares that this act is necessary for the immediate preservation of the public peace, health, and safety.

Approved: March 29, 1994

Capital letters indicate new material added to existing statutes; dashes through words indicate deletions from existing statutes and such material not part of act.