

1973 Bill 16

Second Session, 17th Legislature, 21 Elizabeth II

THE LEGISLATIVE ASSEMBLY OF ALBERTA

BILL 16

The Students Loan Guarantee Amendment Act, 1973

THE MINISTER OF ADVANCED EDUCATION

First Reading

Second Reading

Third Reading

BILL 16

1973

THE STUDENTS LOAN GUARANTEE AMENDMENT ACT, 1973

(Assented to _____, 1973)

HER MAJESTY, by and with the advice and consent of the Legislative Assembly of Alberta, enacts as follows:

1. *The Students Loan Guarantee Act is hereby amended.*

2. *The following section is added after section 4:*

4.1 (1) A person who has borrowed money, the repayment of which is guaranteed pursuant to this Act, shall

- (a) at the request of the credit institution to which repayment is guaranteed, or
- (b) at the request of the Minister, or
- (c) pursuant to the terms or conditions contained in the certificate,

enter into an agreement in the prescribed form with the credit institution providing for the repayment of the principal amount borrowed and interest thereon.

(2) Upon an agreement being entered into pursuant to this section

- (a) any guarantee given pursuant to section 4 terminates in respect to a loan or loans which are the subject of the agreement, and
- (b) the Province hereby guarantees repayment to the credit institution of the principal amount owing as shown in the agreement and interest thereon.

3. *Section 9 is amended by striking out subsection (2) and by substituting the following:*

(2) Subject to subsection (3), the Minister is prohibited from issuing any certificate which if presented by a student to a bank for a loan would increase the outstanding principal liability of the Province beyond \$35,000,000 at any given time.

(3) The Lieutenant Governor in Council may establish a lesser sum than that referred to in subsection (2), in which

Explanatory Notes

1. This Bill will amend chapter 354 of the Revised Statutes of Alberta 1970.

2. This section will permit an agreement to be entered into between a student and a credit institution for a consolidated agreement covering all the money borrowed pursuant to two or more certificates issued under this Act and provides for a guarantee with respect to that agreement.

3. Section 9 presently reads:

9. (1) The money required to carry out this Act shall, be paid out of the moneys appropriated by the Legislature for the purpose.

(2) The Minister is prohibited from issuing any certificate which if presented by a student to a bank for a loan would increase the outstanding principal liability of the Province beyond \$25,000,000 at any given time.

case the Minister is prohibited from issuing a certificate which if presented by a student to a bank for a loan would increase the outstanding liability of the Province beyond the amount specified by the Lieutenant Governor in Council at any given time.

4. Section 11 is amended by inserting after clause (a) the following:

(a1) specifying the form, content, terms and conditions of an agreement provided for in section 4.1,

5. This Act comes into force on the day upon which it is assented to.

4. Section 11 presently commences:

11. The Lieutenant Governor in Council may make regulations