

REGULATIONS OF THE COMMISSIONER.

REVISOR'S NOTE: This section is new language that combines without substantive change the last two sentences of Art. 43A, §5(a) (1) and (2), and Art. 43A, §5(a) (3) and (5).

18-1009. TERM OF LOAN; CONDITIONS OF REPAYMENT.

(A) BEGINNING OF PAYMENTS.

THE TERMS AND CONDITIONS OF ANY LOAN MADE OR GUARANTEED BY THE CORPORATION MAY NOT REQUIRE THE BORROWER TO BEGIN REPAYING THE LOAN EARLIER THAN 9 MONTHS OR LATER THAN 1 YEAR AFTER HE CEASES TO BE A FULL-TIME OR PART-TIME STUDENT AT A COLLEGE OR VOCATIONAL SCHOOL. HOWEVER, THE BOARD MAY PROVIDE BY RULE OR REGULATION THAT REPAYMENT WILL NOT BEGIN:

(1) WHILE THE BORROWER IS A FULL-TIME STUDENT AT A COLLEGE OR VOCATIONAL SCHOOL, OR AT A COMPARABLE INSTITUTION APPROVED BY THE COMMISSIONER; OR

(2) FOR 3 YEARS WHILE THE BORROWER SERVES IN:

(I) THE ARMED FORCES;

(II) THE PEACE CORPS; OR

(III) VISTA.

(B) TERMS OF REPAYMENT.

(1) EACH BORROWER SHALL REPAY THE FULL AMOUNT OF THE LOAN WITHIN A PERIOD SET BY THE BOARD.

(2) THE TOTAL PAYMENTS MADE BY A BORROWER DURING ANY YEAR SHALL BE AT LEAST \$360, OR THE BALANCE OF THE LOAN IF THE BALANCE IS LESS THAN \$360.

(3) THE PERIOD OF REPAYMENT MAY NOT BE:

(I) LESS THAN 5 YEARS AFTER THE REPAYMENT BEGINS;

(II) LONGER THAN 10 YEARS AFTER THE REPAYMENT BEGINS; OR

(III) LONGER THAN 15 YEARS FROM THE DATE OF THE NOTE OR AGREEMENT EVIDENCING THE LOAN.

(4) ANY BORROWER MAY ACCELERATE REPAYMENT OF ALL OR ANY PART OF THE LOAN WITHOUT PENALTY.

(C) EFFECT OF MILITARY OR VOLUNTEER SERVICE.

THE BOARD MAY DETERMINE BY RULE OR REGULATION WHETHER TO EXTEND THE 10 OR 15 YEAR PERIOD FOR REPAYMENT FOR A BORROWER WHO RECEIVED A 3-YEAR EXTENSION BECAUSE OF SERVICE