

2021 Regular Session

HOUSE BILL NO. 42

BY REPRESENTATIVE DAVIS

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

HIGHER EDUCATION: Provides relative to financial aid

1 AN ACT

2 To enact R.S. 17:3351(N), relative to public postsecondary education institutions; to require
3 institutions to provide students with education loan information; to require annual
4 updates of loan information to be given to students; and to provide for related
5 matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S. 17:3351(N) is hereby enacted to read as follows:

8 §3351. General powers, duties, and functions of postsecondary education
9 management boards

10 * * *

11 N.(1) Each board shall require each institution that is under its control and
12 that receives education loan information for a student enrolled in the institution to
13 provide information to that student in accordance with this Subsection.

14 (2) The institution shall provide the following annually:

15 (a) The total amount of education loans taken out by the student.

16 (b) The percentage of the borrowing limit the student has reached at the time
17 the information is provided.

18 (c) Monthly repayment amounts that a similarly situated borrower may incur,
19 including principal and interest, for the amount of loans the student has taken out at
20 the time the information is provided.

- 1 (3) The information provided may include a statement that the estimates and
2 ranges provided are not a guarantee or promise of the actual or projected amount.
- 3 (4) An institution shall not be held liable for information provided pursuant
4 to this Subsection.
- 5 (5) Nothing in this Subsection shall apply to private loans.
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DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 42 Engrossed

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Davis

Abstract: Requires public postsecondary education institutions to provide enrolled students who take out education loans with information concerning these loans.

Proposed law requires public postsecondary education institutions to provide any student who is enrolled in the institution and takes out an education loan with the following information annually:

- (1) The annual amount of education loans taken out by the student.
- (2) An update on the percentage of the borrowing limit the student has reached.
- (3) Monthly repayment amounts that a similarly situated borrower may incur.

Proposed law provides that an institution shall not be liable for providing such information.

Proposed law provides that it is not applicable to private loans.

(Adds R.S. 17:3351(N))

Summary of Amendments Adopted by House

The Committee Amendments Proposed by House Committee on Education to the original bill:

1. Exempt private loans from proposed law.