

House Bill 311

By: Representative Hembree of the 67<sup>th</sup>

A BILL TO BE ENTITLED  
AN ACT

1 To amend Code Section 20-3-266 of the Official Code of Georgia Annotated, relating to  
2 powers and duties of the Georgia Higher Education Assistance Corporation, so as to provide  
3 for guaranteed educational loans as a lender of last resort; to provide for related matters; to  
4 repeal conflicting laws; and for other purposes.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

6 style="text-align:center">**SECTION 1.**

7 Code Section 20-3-266 of the Official Code of Georgia Annotated, relating to powers and  
8 duties of the Georgia Higher Education Assistance Corporation, is amended by revising  
9 subparagraph (C) of paragraph (1) as follows:

10 "(C) To enter into agreements and undertakings with the secretary, including guaranty  
11 agreements, ~~and supplemental guaranty agreements, and lender of last resort agreements~~  
12 as described in the federal act, as may be required and necessary pursuant to the federal act  
13 in order to administer the program in this state, to provide for reimbursement by the  
14 secretary of amounts expended by the corporation in discharge of its guaranty obligations,  
15 to provide for the payment of federal interest subsidies and special allowance payments in  
16 respect of educational loans guaranteed by the corporation, and to provide for its receipt,  
17 or receipt by the holders of educational loans guaranteed by the corporation, of  
18 administrative allowances and other benefits available under the federal act; to provide for  
19 the corporation to make guaranteed educational loans as a lender of last resort; and the  
20 corporation is expressly authorized to constitute, conduct, regulate, and administer the  
21 program so that such program conforms to the specifications for state educational loan  
22 guarantee programs set forth in the federal act and in rules and regulations promulgated  
23 pursuant to the federal act and so that the provisions for agreements between the secretary  
24 and state guaranty agencies set forth in the federal act and in rules and regulations  
25 promulgated pursuant to the federal act may be agreed to and complied with by the  
26 corporation;"

27

**SECTION 2.**

28 All laws and parts of laws in conflict with this Act are repealed.