By: Gonzales H.B. No. 3198

Substitute the following for H.B. No. 3198:

By: Harper-Brown C.S.H.B. No. 3198

A BILL TO BE ENTITLED

1 AN ACT

2 relating to suits for default on a student loan administered by the

3 Texas Higher Education Coordinating Board.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Section 52.39, Education Code, is amended to

read as follows:

9

7 Sec. 52.39. DEFAULT; SUIT. When any person who has

8 received or cosigned as a guarantor for a loan authorized by this

chapter has failed or refused to make as many as six monthly

10 payments due in accordance with an executed note, then the full

11 amount of the remaining principal and interest becomes due and

12 payable immediately, and the amount due, the person's name and

13 [his] last known address, and other necessary information shall be

14 reported by the board to the attorney general. Suit for the

15 remaining sum may [shall] be instituted by the attorney general.

16 Venue for and jurisdiction of a suit arising under this section is

17 exclusively conferred upon a court of competent jurisdiction in

18 Travis County [, or any county or district attorney acting for him,

19 in the county of the person's residence, the county in which is

20 located the institution at which the person was last enrolled, or in

21 Travis County, unless the attorney general finds reasonable

22 justification for delaying suit and so advises the board in

23 writing].

24 SECTION 2. The changes in law made by this Act to Section

C.S.H.B. No. 3198

- 1 52.39, Education Code, apply only to a suit filed under that section
- 2 on or after the effective date of this Act. A suit filed under
- 3 Section 52.39, Education Code, before the effective date of this
- 4 Act is governed by the law in effect on the date the suit is filed,
- 5 and the former law is continued in effect for that purpose.
- 6 SECTION 3. This Act takes effect September 1, 2013.