WEST VIRGINIA LEGISLATURE
REGULAR SESSION, 1971

ENROLLED

HOUSE BILL No. 1040

(By Mr. LOHR)

PASSED MARCH 9, 1971

In Effect JULY 1, 1971
AN ACT to amend and reenact section thirty-four, article seven-a, chapter eighteen of the code of West Virginia, one thousand nine hundred thirty-one, as amended, relating to loans to members of the state teachers retirement system.

Be it enacted by the Legislature of West Virginia:

That section thirty-four, article seven-a, chapter eighteen of the code of West Virginia, one thousand nine hundred thirty-one, as amended, be amended and reenacted to read as follows:

ARTICLE 7A. STATE TEACHERS RETIREMENT SYSTEM.

§18-7A-34. Loans to members.

1 A member of the retirement system upon written application may borrow from his individual account in
the teachers accumulation fund, subject to these restrictions:

(1) Loans shall be made in multiples of ten dollars, the minimal loan being forty dollars and the maximum being three thousand dollars.

(2) Loans to any one member shall not exceed one half of his contributions to his individual account in the teachers accumulation fund.

(3) Interest charged on the amount of the loan shall be six percent per annum, and minimal interest charge shall be for six months.

(4) No member shall be eligible for more than one loan in any one year, except in cases of accidents, illness requiring medical or hospital care for himself or a member of his immediate family.

(5) If a refund or benefit is payable to the borrower or his beneficiary before he repays the loan with interest, the balance due with interest to date shall be deducted from such benefit or refund.

(6) From his monthly salary as a teacher the member shall pay the loan and interest by deductions which will
pay the loan and interest in not more than forty-eight
nor less than six months. Upon notice of loan granted
and payment due, the employer shall be responsible for
making such salary deductions and reporting them to
the retirement board. At the option of the retirement
board, loan deductions may be collected as prescribed
herein for the collection of members' contribution, or
may be collected through issuance of warrant by em-
ployer. If the borrower decides to make loan payments
while not paid for service as a teacher, the retirement
board must accept such payments.
The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman Senate Committee

Chairman House Committee

Originated in the House.

Takes effect July 1, 1971.

Clerk of the Senate

Clerk of the House of Delegates

President of the Senate

Speaker House of Delegates

The within approved this the 1st day of April, 1971.

Governor
PRESENTED TO THE GOVERNOR

Date 3/13/11
Time 3:45 p.m.