



Student Loan Scheme (Budget Measures) Amendment Act 2012

Public Act 2012 No 39
Date of assent 29 May 2012
Commencement see section 2

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The Parliament of New Zealand enacts as follows:**1 Title**

This Act is the Student Loan Scheme (Budget Measures) Amendment Act 2012.

2 Commencement

- (1) This Act comes into force on 1 April 2013, except as provided in this section.
- (2) Sections 8, 9 and 10(2) come into force on 1 April 2014.

3 Principal Act

This Act amends the Student Loan Scheme Act 2011 (the **principal Act**).

4 Purpose

This Act amends the Student Loan Scheme Act 2011 to—

- (a) remove eligibility for, and entitlement to, a 10% bonus (a reduction in the loan balance by an amount equal to 10% of a borrower's excess repayment for the relevant tax year) in respect of an excess repayment made for the borrower for the 2013–14 or a later tax year; but
- (b) ensure an excess repayment bonus from an excess repayment by payments made for the 2012–13 tax year is determined and credited under the provisions that this Act repeals on 1 April 2013 for later tax years; and
- (c) ensure a borrower's overseas-based repayment obligation for the 2013–14 tax year is assessed taking into account any 2012–13 tax year excess repayment bonus of the borrower.

*Repeal of provisions on 10% bonus***5 Section 118 repealed (Interpretation)**

- (1) Repeal section 118.
- (2) Subsection (1) applies for the 2013–14 and later tax years.

6 Section 121 amended (Options that apply to excess repayments)

- (1) In section 121, repeal subsections (1)(a) and (2)(a).
- (2) Subsection (1) applies for the 2013–14 and later tax years.

7 Part 3, subpart 1 repealed

- (1) In Part 3, repeal subpart 1.
- (2) Subsection (1) applies for the 2013–14 and later tax years.

*Consequential changes to
overseas-based repayment obligation*

8 Section 110 amended (Repayment obligations of overseas-based borrowers)

- (1) In section 110(6)(b)(ii), delete “; and”.
- (2) In section 110(6)(b), repeal subparagraph (iii).
- (3) Subsections (1) and (2) apply for the 2014–15 and later tax years.

9 Section 111 amended (Exceptions to repayment obligations of overseas-based borrowers)

- (1) In section 111(5)(b)(ii), delete “; and”.
- (2) In section 111(5)(b), repeal subparagraph (iii).
- (3) Subsections (1) and (2) apply for the 2014–15 and later tax years.

*Consequential repeals of
spent amending provisions*

10 Student Loan Scheme Amendment Act 2012 amended

- (1) This section amends the Student Loan Scheme Amendment Act 2012.
- (2) Repeal sections 31(2) and 32.
- (3) Repeal sections 37, 39, and 40.

Legislative history

24 May 2012	Divided from Taxation (Budget Measures) Bill (Bill 23–1) by committee of the whole House, third reading
29 May 2012	Royal assent

This Act is administered by the Inland Revenue Department.
