

30 70C-1-202(2)(h)(ii)(B)(II), made by a depository institution that:

31 (i) is closed end;

32 (ii) is a qualified education loan as defined in 26 U.S.C. Sec. 221(d);

33 (iii) expressly states in the original loan documents that it is a qualified education loan

34 or the proceeds will be used solely for qualified higher education expenses as defined in 26

35 U.S.C. Sec 221(d); and

36 (iv) in a bankruptcy filing, the loan or any indebtedness relating to the loan is subject to

37 the provisions of 11 U.S.C. Sec. 523(a)(8).

38 ~~[(b)]~~ (c) "Garnishment" means ~~[any]~~ a legal or equitable procedure through which the
39 earnings of an individual are required to be withheld for payment of a debt.

40 (2) The maximum part of the aggregate disposable earnings of an individual for any
41 pay period ~~[which]~~ that is subjected to garnishment to enforce payment of a judgment arising
42 from a consumer credit agreement may not exceed the lesser of:

43 (a) 25% of ~~[his]~~ the individual's disposable earnings for that pay period; ~~[or]~~

44 (b) the amount by which ~~[his]~~ the individual's disposable earnings for that pay period
45 exceed 30 hours per week multiplied by the federal minimum hourly wage prescribed by
46 Section 6 (a) (1) of the Fair Labor Standards Act of 1938, 29 U.S.C.~~[,]~~ ~~[Section]~~ Sec. 206(a)(1),
47 in effect at the time the earnings are payable~~[-];~~ or

48 (c) 15% of the individual's disposable earnings for that pay period if the judgment
49 relates to an education loan.

50 (3) ~~[No]~~ A court may not make, execute, or enforce an order or process in violation of
51 this section.

52 Section 2. **Effective date.**

53 If approved by two-thirds of all the members elected to each house, this bill takes effect
54 upon approval by the governor, or the day following the constitutional time limit of Utah
55 Constitution, Article VII, Section 8, without the governor's signature, or in the case of a veto,
56 the date of veto override.