



CHAPTER 116
ARTICLE 18A - CONTRACTS OF MINORS BORROWING FOR HIGHER EDUCATION; SCHOLARSHIP REVOCATION

N.C.G.S. § 116-174.1.

Minors authorized to borrow for higher education; interest; requirements of loans.

SOURCE General Statutes of North Carolina, as published by the General Assembly	LAST AMENDMENT IN THIS TEXT c. 564, s. 36 — third act in the lineage	RETRIEVED 21 September 2026, 02:51 UTC	SOURCE FINGERPRINT 50d1d81b8fdf0ddba013a59d - f2acee13d91d814551f7f8b2 - c686bb640602af52
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All minors in North Carolina of the age of 17 years and upwards shall have full power and authority to enter into written contracts of indebtedness, at a rate of interest not exceeding the contract rate authorized in Chapter 24 of the General Statutes, with persons and educational institutions or with firms and corporations licensed to do business in North Carolina and to execute notes evidencing such indebtedness. Such loans shall be:

Unsecured by the conveyance of any property as security, whether real, personal or mixed;

For the sole purpose of borrowing money to obtain post-secondary education at an accredited college, university, junior college, community college, business or trade school provided, however, that none of the proceeds of such loans shall be used to pay for any correspondence courses;

The proceeds of any loan shall be disbursed either directly to the educational institution for the benefit of the borrower or jointly to the borrower and the educational institution.

END OF SECTION TEXT

APPARATUS FOLLOWS — DERIVED, NOT ENACTED

APPARATUS I
3 ACTS

Amendment lineage

The State prints this history as a single parenthetical at the foot of the section. It is reproduced verbatim in the colophon and unpacked below in order of enactment.

1963		1975	1987
TICK HEIGHT = ACTS IN THAT YEAR DASHED = RECODIFICATION, NOT AMENDMENT			
Nº	YEAR	ACT	CHARACTER

01	1963	c. 780	ENACTED
02	1969	c. 1073	AMENDED
03	1987	c. 564, s. 36	AMENDED

APPARATUS III

Citation

FULL SECTION

N.C. Gen. Stat. § 116-174.1 (1987).

Pinpoint keys are set in the left margin of the text rather than line numbers: subsection designators are stable across editions and paper sizes, line numbers are not.

COLOPHON

Provenance

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HISTORY PARENTHETICAL, AS PRINTED BY THE STATE
(1963, c. 780; 1969, c. 1073; 1987, c. 564, s. 36.)

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