

CIVIL COURT OF THE CITY OF NEW YORK

Legal/Statutory Memorandum

Subject: Supplemental Pre-Claims Assistance

Class: LSM-121

Category: GP-20

Eff. Date: Feb. 25, 1993

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Within the last few weeks the New York State Higher Education Services Corporation has been including an amount on their complaints, mostly between \$75 and \$150, titled Supplemental Pre-Claims Assistance (SPCA). This amount is a charge to the borrower permitted by 20 USC 1078(6)(c)(iv).

“(iv) In the case of accounts brought into repayment status as a result of performing supplemental pre-claims assistance, the cost of such assistance is a permissible charge to the borrower (for the cost of collection) for which the borrower shall be liable.”

Pending further review I am authorizing the entry of this amount on a application for a default judgment following CPLR §3215.

Dated: February 25, 1993

Jacqueline Silbermann
Administrative Judge