**Section 15.90 Default**

a) *If the loan payment is not made within 15 days after the scheduled* *date determined* under Section 15.80(b), *a penalty of 10% of the* *payment shall be assessed*.

b) *If no payment has been received within 30 days after the scheduled* *payment date, the loan shall be considered in default*. (Section 34b(b)(6) of the Act)

c) *As soon as a loan is considered in default, the Department shall notify the public airport Owner and attempt to enter into a renegotiation of the loan payment amounts and schedule determined under* Section 15.80(b). *In no case shall the term of the loan be extended beyond the initial term determined under* Section 15.70(b), and *the interest rate may not be lowered or any interest* *be forgiven. If a renegotiation of loan payment amounts and* *schedule is obtained to the Department's satisfaction within 30* *days* after *notification of default, then the new payment schedule* *shall replace the one determined by* Section 15.80(b) *and shall be* *used to measure compliance with the loan for purposes of default.*

d) *If, after 30 days* after *notification of default, the Department* *has not obtained a renegotiation to its satisfaction, the* *Department shall declare the loan balance due and payable* *immediately*.

e) *If the Owner cannot immediately pay the balance of the loan, the* *Department shall proceed to foreclose*. (Section 34b(b)(7) of the Act)