HOUSE BILL 1180

F3, F2 8lr0688

By: Howard County Delegation

Introduced and read first time: February 8, 2018

Assigned to: Ways and Means

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 10, 2018

CHAPTER

1 AN ACT concerning

2

Howard County Student Loan Assistance Repayment Program for Teachers

3 **Ho. Co. 14–18**

- 4 FOR the purpose of establishing the Howard County Student Loan Assistance Repayment 5 Program for Teachers; authorizing the governing body of Howard County to establish 6 the Program for teachers employed by the Howard County Public School System; 7 providing for the purpose of the Program; requiring Howard County to assist in the 8 repayment of certain student loans owed by certain teachers who meet certain 9 eligibility requirements; requiring certain loan assistance repayment applicants to 10 demonstrate a certain use of certain loans; requiring the county to establish the 11 amount and terms and conditions of the Program; requiring the county to administer 12 the Program; providing for funding for the Program; authorizing the Howard County 13 Public School System to use Program funds for administrative expenses of the Program; defining certain terms; and generally relating to the establishment of the 14 Howard County Student Loan Assistance Repayment Program for Teachers. 15
- 16 BY adding to
- 17 Article Education
- Section 18–3401 through 18–3405 to be under the new subtitle "Subtitle 34. Howard
- 19 County Student Loan Assistance Repayment Program for Teachers"
- 20 Annotated Code of Maryland
- 21 (2014 Replacement Volume and 2017 Supplement)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.

- 1 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 2 That the Laws of Maryland read as follows:
- 3 Article Education
- 4 SUBTITLE 34. HOWARD COUNTY STUDENT LOAN ASSISTANCE REPAYMENT PROGRAM FOR TEACHERS.
- 6 **18–3401.**
- 7 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS
- 8 INDICATED.
- 9 (B) "HIGHER EDUCATION LOAN" MEANS ANY LOAN FOR UNDERGRADUATE
- 10 OR GRADUATE STUDY THAT IS OBTAINED FOR TUITION, EDUCATIONAL EXPENSES,
- 11 OR LIVING EXPENSES FROM:
- 12 (1) A COLLEGE OR UNIVERSITY, GOVERNMENT, OR COMMERCIAL
- 13 **SOURCE; OR**
- 14 (2) AN ORGANIZATION, AN INSTITUTION, AN ASSOCIATION, A
- 15 SOCIETY, OR A CORPORATION THAT IS EXEMPT FROM TAXATION UNDER § 501(C)(3)
- 16 OR (4) OF THE INTERNAL REVENUE CODE OF 1986.
- 17 (C) "PROGRAM" MEANS THE HOWARD COUNTY STUDENT LOAN
- 18 ASSISTANCE REPAYMENT PROGRAM FOR TEACHERS.
- 19 **18–3402.**
- 20 (A) IN HOWARD COUNTY, THE GOVERNING BOARD OF THE COUNTY MAY
- 21 ESTABLISH A STUDENT LOAN ASSISTANCE REPAYMENT PROGRAM FOR TEACHERS
- 22 EMPLOYED BY THE HOWARD COUNTY PUBLIC SCHOOL SYSTEM.
- 23 (B) THE PURPOSE OF THE PROGRAM IS TO ATTRACT, RECRUIT, AND RETAIN
- 24 A DIVERSE CADRE OF QUALIFIED TEACHERS IN THE HOWARD COUNTY PUBLIC
- 25 SCHOOL SYSTEM THAT IS REFLECTIVE OF THE STUDENT POPULATION WITHIN THE
- 26 COUNTY SCHOOLS.
- 27 (C) SUBJECT TO SUBSECTION (D) OF THIS SECTION, THE COUNTY SHALL
- 28 ASSIST IN THE REPAYMENT OF HIGHER EDUCATION LOANS OWED BY AN INDIVIDUAL
- 29 **WHO:**
- 30 (1) RECEIVES A GRADUATE, PROFESSIONAL, OR UNDERGRADUATE
- 31 DEGREE FROM AN ACCREDITED COLLEGE OR UNIVERSITY;

- 1 (2) OBTAINS EMPLOYMENT AS A FULL-TIME TEACHER IN THE 2 HOWARD COUNTY PUBLIC SCHOOL SYSTEM;
- 3 (3) COMMITS TO TEACH IN THE HOWARD COUNTY PUBLIC SCHOOL SYSTEM FOR A PERIOD OF NOT LESS THAN 5 YEARS;
- 5 (4) RECEIVES AN INCOME THAT IS LESS THAN THE MAXIMUM 6 ELIGIBLE TOTAL INCOME LEVELS ESTABLISHED BY THE COUNTY, INCLUDING ANY 7 ADDITIONAL SOURCES OF INCOME;
- 8 (5) IS NOT IN DEFAULT ON ANY STUDENT LOAN; AND
- 9 (6) SATISFIES ANY OTHER CRITERIA ESTABLISHED UNDER THE 10 PROGRAM BY THE COUNTY.
- 11 (D) AN APPLICANT FOR ASSISTANCE IN THE REPAYMENT OF A COMMERCIAL
- 12 LOAN SHALL DEMONSTRATE TO THE COUNTY THAT THE COMMERCIAL LOAN WAS
- 13 USED FOR TUITION, EDUCATIONAL EXPENSES, OR LIVING EXPENSES FOR GRADUATE
- 14 OR UNDERGRADUATE STUDY.
- 15 **18–3403.**
- LOAN ASSISTANCE UNDER THE PROGRAM SHALL BE IN THE AMOUNT AND ON THE TERMS AND CONDITIONS ESTABLISHED BY THE COUNTY.
- 18 **18–3404**.
- THE PROGRAM SHALL BE ADMINISTERED BY THE HOWARD COUNTY PUBLIC SCHOOL SYSTEM.
- 21 **18–3405**.
- 22 (A) FUNDS FOR THE PROGRAM SHALL BE AS PROVIDED ON AN ANNUAL
- 23 BASIS IN THE COUNTY BUDGET IN AN APPROPRIATION SEPARATE FROM THE
- 24 COUNTY'S APPROPRIATION TO THE OPERATING BUDGET OF THE HOWARD COUNTY
- 25 BOARD OF EDUCATION.
- 26 (B) FUNDS FOR THE PROGRAM MAY BE USED TO COVER ADMINISTRATIVE 27 EXPENSES OF THE PROGRAM.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 29 October 1, 2018.