HOUSE BILL 1532

F2 By: Delegates S Howard Aumann Chang Clark Folden Ghrist Impallaria

By: Delegates S. Howard, Aumann, Chang, Clark, Folden, Ghrist, Impallaria, Rose, Saab, Shoemaker, Simonaire, and Sophocleus

Introduced and read first time: February 9, 2018 Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 Higher Education – Maryland Loan Assistance Repayment Program – Farmers

3 FOR the purpose of establishing the Maryland Loan Assistance Repayment Program for 4 Farmers; requiring the Office of Student Financial Assistance in the Maryland $\mathbf{5}$ Higher Education Commission to assist in the repayment of a certain loan owed by 6 certain farmers; requiring the Office, in consultation with the Department of 7 Agriculture, to adopt certain regulations; specifying that funds for the Program shall 8 be as provided in the State budget; requiring a certain annual report to include 9 certain information about the Program; altering the requirements of a certain 10 annual report; making a stylistic change; defining certain terms; and generally 11 relating to the Maryland Loan Assistance Repayment Program for Farmers.

- 12 BY repealing and reenacting, with amendments,
- 13 Article Education
- 14 Section 18–1505
- 15 Annotated Code of Maryland
- 16 (2014 Replacement Volume and 2017 Supplement)
- 17 BY adding to
- 18 Article Education
- Section 18–28A–01 through 18–28A–05 to be under the new subtitle "Subtitle 28A.
 Maryland Loan Assistance Repayment Program for Farmers"
- 21 Annotated Code of Maryland
- 22 (2014 Replacement Volume and 2017 Supplement)
- 23 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 24 That the Laws of Maryland read as follows:
- 25

Article – Education

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



1 18–1505.

Subject to § 2–1246 of the State Government Article, the Office [of Student Financial Assistance] shall report to the General Assembly by January 1 of each year on the implementation of the Janet L. Hoffman Loan Assistance Repayment Program AND THE REQUIREMENTS OF § 18–28A–05 OF THIS TITLE.

6 SUBTITLE 28A. MARYLAND LOAN ASSISTANCE REPAYMENT PROGRAM FOR 7 FARMERS.

9 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS 10 INDICATED.

11 (B) "DEPARTMENT" MEANS THE DEPARTMENT OF AGRICULTURE.

12 (C) "HIGHER EDUCATION LOAN" MEANS A LOAN THAT IS OBTAINED FOR 13 TUITION, EDUCATION EXPENSES, OR LIVING EXPENSES FOR UNDERGRADUATE OR 14 GRADUATE STUDY LEADING TO A DEGREE IN AGRICULTURE OR AN 15 AGRICULTURE-RELATED FIELD, INCLUDING FARMING.

16 (D) "PROGRAM" MEANS THE MARYLAND LOAN ASSISTANCE REPAYMENT 17 PROGRAM FOR FARMERS.

18 **18–28A–02.**

19 (A) THERE IS A MARYLAND LOAN ASSISTANCE REPAYMENT PROGRAM FOR 20 FARMERS IN THE STATE.

21 **(B)** THE OFFICE SHALL ASSIST IN THE REPAYMENT OF A HIGHER 22 EDUCATION LOAN OWED BY A FARMER WHO:

(1) HAS RECEIVED AN UNDERGRADUATE OR GRADUATE DEGREE IN
 AGRICULTURE OR AN AGRICULTURE–RELATED FIELD FROM A PUBLIC OR PRIVATE
 NONPROFIT INSTITUTION OF HIGHER EDUCATION LOCATED IN THE STATE;

26 (2) HAS BEEN A FARMER FOR AT LEAST 5 YEARS BUT NOT MORE THAN
 27 10 YEARS SINCE OBTAINING THE DEGREE;

28 (3) RECEIVES AN INCOME THAT IS LESS THAN THE MAXIMUM 29 ELIGIBLE TOTAL INCOME LEVELS ESTABLISHED BY THE OFFICE, IN CONSULTATION 30 WITH THE DEPARTMENT, INCLUDING ANY ADDITIONAL SOURCES OF INCOME; AND

2

^{8 18–28}A–01.

HOUSE BILL 1532

1	(4) SATISFIES ANY OTHER CRITERIA ESTABLISHED BY THE OFFICE.
2	18–28A–03.
$\frac{3}{4}$	THE OFFICE, IN CONSULTATION WITH THE DEPARTMENT, SHALL ADOPT REGULATIONS TO ESTABLISH:
$5 \\ 6$	(1) THE MAXIMUM STARTING INCOME FOR ELIGIBILITY IN THE PROGRAM;
7 8	(2) THE MAXIMUM TOTAL INCOME FOR ELIGIBILITY IN THE PROGRAM, INCLUDING ANY ADDITIONAL SOURCES OF INCOME;
9 10	(3) THAT PRIORITY FOR PARTICIPATION IN THE PROGRAM SHALL BE GIVEN TO A FARMER WHO:
$\begin{array}{c} 11 \\ 12 \end{array}$	(I) GRADUATED FROM AN INSTITUTION OF HIGHER EDUCATION IN THE STATE IN THE LAST 10 YEARS;
13	(II) IS EMPLOYED AS A FARMER ON A FULL-TIME BASIS; AND
14 15 16	(III) AS DETERMINED BY THE DEPARTMENT, USES SUSTAINABLE AGRICULTURAL TECHNIQUES AND DEMONSTRATES ENVIRONMENTAL STEWARDSHIP;
17 18 19 20	(4) A LIMIT ON THE TOTAL AMOUNT OF ASSISTANCE PROVIDED BY THE OFFICE IN REPAYING THE HIGHER EDUCATION LOAN OF A FARMER, BASED ON THE FARMER'S TOTAL INCOME AND OUTSTANDING HIGHER EDUCATION LOAN BALANCE;
$\begin{array}{c} 21 \\ 22 \end{array}$	(5) A PROCEDURE AND SCHEDULE FOR THE PAYMENT OF THE AMOUNT OF LOAN ASSISTANCE PROVIDED BY THE OFFICE TO THE FARMER; AND
$\begin{array}{c} 23\\ 24 \end{array}$	(6) AN ANNUAL REVIEW OF THE ELIGIBILITY OF EACH FARMER PARTICIPATING IN THE PROGRAM.
25	18-28A-04.
$\frac{26}{27}$	FUNDS FOR THE PROGRAM SHALL BE PROVIDED ON AN ANNUAL BASIS IN THE STATE BUDGET.
28	18–28A–05.

HOUSE BILL 1532

1 AS PART OF THE ANNUAL REPORT REQUIRED UNDER § 18–1505 OF THIS 2 TITLE, THE OFFICE SHALL INCLUDE INFORMATION REGARDING IMPLEMENTATION 3 OF THE PROGRAM, INCLUDING:

- 4 (1) THE AMOUNT OF MONEY ALLOCATED FOR THE PROGRAM;
 5 (2) THE NUMBER OF AWARDS MADE AND AMOUNTS OF THE AWARDS;
 6 AND
- 7 (3) THE NUMBER OF APPLICANTS DENIED AN AWARD.

8 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 9 1, 2018.