2000 Regular Session (0lr1154)

Unofficial Copy F2

ENROLLED BILL

-- Ways and Means/Economic and Environmental Affairs --

Introduced by Delegates Healey, Kopp, Klausmeier, Menes, Cadden, McIntosh,

A. Jones, Goldwater, Benson, D'Amato, Heller, Walkup, Frush, Eckardt, Gladden, Hubbard, Brown, Mandel, Cryor, Love, Ports, Kagan, Klima, Rzepkowski, Doory, Petzold, Finifter, Stern, Hubers, Pitkin, Rudolph, V. Jones, Hecht, Moe, Hixson, Parrott, Clagett, Carlson, Bobo, James, C. Davis, Howard, Bozman, DeCarlo, Proctor, Phillips, Swain, Stocksdale, Giannetti, Marriott, Valderrama, R. Baker, and Palumbo Palumbo, Rosso, Patterson, Bartlett, Shriver, McKee, and Bohanan

Read and Examined by Proofreaders:

Proofreader.

Proofreader.

Sealed with the Great Seal and presented to the Governor, for his approval this \_\_\_\_\_ day of \_\_\_\_\_ at \_\_\_\_ o'clock, \_\_\_\_ M.

Speaker.

CHAPTER\_\_\_\_\_

1 AN ACT concerning

2

3

## HOPE for Nontraditional Students - Community College Transfer Scholarship Program

4 FOR the purpose of establishing the Community College Transfer Scholarship

5 Program and providing for the award of scholarships under the Program;

6 establishing qualifications and requirements for the receipt and retention of an

7 award under the Program; requiring the State Scholarship Administration to

8 send a list of scholarship recipients to certain persons; providing for the funding

9 of the scholarship Program; requiring certain repayment obligations for certain

10 programs administered by the Maryland Higher Education Commission to be

- 1 <u>calculated at a certain interest rate and in a certain manner; requiring certain</u>
- 2 recipients to commence repayment obligations upon graduation or termination
- 3 <u>from certain institutions;</u> and generally relating to the Community College
- 4 Transfer Scholarship Program.
- 5 BY adding to
- 6 Article Education
- Section <u>18-112</u>; and 18-2401 through 18-2407, inclusive, to be under the new
   subtitle "Subtitle 24. HOPE for Nontraditional Students Community
- 9 College Transfer Scholarship Program"
- 10 Annotated Code of Maryland
- 11 (1999 Replacement Volume)

12 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF

13 MARYLAND, That the Laws of Maryland read as follows:

14

## **Article - Education**

15 <u>18-112.</u>

16 (A) EXCEPT AS OTHERWISE PROVIDED IN THIS TITLE, REPAYMENT

17 OBLIGATIONS INCURRED BY RECIPIENTS OF STUDENT FINANCIAL ASSISTANCE,

18 SCHOLARSHIPS, GRANTS, OR LOANS ADMINISTERED BY THE COMMISSION UNDER

19 THIS TITLE SHALL BE CALCULATED AT AN INTEREST RATE EQUAL TO AND

20 MATCHING THE INTEREST RATE ESTABLISHED BY THE UNITED STATES

21 DEPARTMENT OF EDUCATION FOR THE FEDERAL STAFFORD LOAN ON THE FIRST

22 DAY OF JULY OF EACH YEAR MINUS 1 PERCENT, WITH INTEREST NOT ACCRUING

- 23 PRIOR TO NOTIFICATION TO THE COMMISSION OF A RECIPIENT'S GRADUATION OR
- 24 TERMINATION FROM AN INSTITUTION OF HIGHER EDUCATION.

# 25 (B) <u>A RECIPIENT SHALL COMMENCE REPAYMENT OBLIGATIONS INCURRED</u>

26 UNDER THIS TITLE UPON GRADUATION OR TERMINATION FROM AN INSTITUTION OF

27 HIGHER EDUCATION.

# 28 SUBTITLE 24. HOPE FOR NONTRADITIONAL STUDENTS - COMMUNITY COLLEGE 29 TRANSFER SCHOLARSHIP PROGRAM.

30 18-2401.

# THERE IS A COMMUNITY COLLEGE TRANSFER SCHOLARSHIP PROGRAM IN THE STATE UNDER WHICH SCHOLARSHIPS ARE AWARDED UNDER THIS SUBTITLE.

33 18-2402.

34 A COMMUNITY COLLEGE TRANSFER SCHOLARSHIP AWARDED UNDER THIS

35 SUBTITLE MAY BE USED ONLY AT A 4-YEAR PRIVATE OR PUBLIC INSTITUTION OF

36 HIGHER EDUCATION IN THE STATE.

1 18-2403.

2 TO QUALIFY FOR A COMMUNITY COLLEGE TRANSFER SCHOLARSHIP, AN 3 APPLICANT SHALL:

4 (1) BE A RESIDENT OF THE STATE;

5 (2) BE A STUDENT AT A COMMUNITY COLLEGE IN THE STATE;

6 (3) MAINTAIN A CUMULATIVE 3.0 GRADE POINT AVERAGE ON A 4.0 7 SCALE WHILE A STUDENT AT A COMMUNITY COLLEGE IN THE STATE;

8 (4) HAVE COMPLETED AT LEAST 60 CREDITS AT A COMMUNITY COLLEGE
9 IN THE STATE OR HAVE EARNED AN ASSOCIATE'S DEGREE BY THE END OF THE
10 SEMESTER IN WHICH THE APPLICANT PLANS TO TRANSFER;

11(5)BE ACCEPTED FOR ADMISSION IN A DEGREE PROGRAM AT A 4-YEAR12PRIVATE OR PUBLIC INSTITUTION OF HIGHER EDUCATION IN THE STATE;

13 (6) INTEND TO ENROLL IN A 4-YEAR PRIVATE OR PUBLIC INSTITUTION
14 OF HIGHER EDUCATION IN THE STATE IN ORDER TO COMPLETE A BACHELOR'S
15 DEGREE PROGRAM;

16 (7) ENROLL AS A FULL-TIME STUDENT IN THAT 4-YEAR INSTITUTION:

17(8)HAVE AN ANNUAL TOTAL FAMILY INCOME OF NOT MORE THAN18 \$80,000; AND

19(9)ACCEPT ANY OTHER CONDITIONS OR SATISFY ANY ADDITIONAL20CRITERIA THAT THE COMMISSION OR THE ADMINISTRATION MAY ESTABLISH.

21 18-2404.

22 (A) THE ANNUAL AMOUNT OF THE COMMUNITY COLLEGE TRANSFER
23 SCHOLARSHIP AWARDED UNDER THIS SUBTITLE SHALL BE \$3,000.

24 (B) A COMMUNITY COLLEGE TRANSFER SCHOLARSHIP MAY BE USED FOR 25 TUITION AND MANDATORY FEES.

26(C)(1)SUBJECT TO PARAGRAPHS (2) AND (3) OF THIS SUBSECTION, TO27RETAIN A COMMUNITY COLLEGE TRANSFER SCHOLARSHIP, THE RECIPIENT SHALL:

28

(I) REMAIN A RESIDENT OF THE STATE;

29 (II) CONTINUE TO BE ENROLLED AS AN UNDERGRADUATE
30 STUDENT IN A DEGREE PROGRAM AT A 4-YEAR PRIVATE OR PUBLIC INSTITUTION OF
31 HIGHER EDUCATION IN THE STATE;

32 (III) MAINTAIN A 3.0 GRADE POINT AVERAGE ON A 4.0 SCALE EACH
 33 ACADEMIC YEAR THE INDIVIDUAL IS ENROLLED AT A 4-YEAR PRIVATE OR PUBLIC

1 INSTITUTION OF HIGHER EDUCATION IN THE STATE OR PROVIDE EVIDENCE
2 SATISFACTORY TO THE ADMINISTRATION OF EXTENUATING CIRCUMSTANCES; AND
3 (IV) MAINTAIN THE STANDARDS OF THE ELIGIBLE INSTITUTION THAT THE INDIVIDUAL ATTENDS.
5 (2) A RECIPIENT OF A COMMUNITY COLLEGE TRANSFER SCHOLARSHIP AWARDED UNDER THIS SUBTITLE SHALL RECEIVE THE AWARD FOR EACH YEAR THAT THE RECIPIENT IS ELIGIBLE IF THE RECIPIENT SIGNS AN AGREEMENT AT THE TIME OF THE INITIAL AWARD TO:
9 (1) REMAIN A RESIDENT OF THE STATE AND:

10
 11. <u>EXCEPT AS PROVIDED IN PARAGRAPH (3)(II) OF THIS</u>
 11 <u>SUBSECTION</u>, CONTINUE FULL-TIME EMPLOYMENT <u>IN THE STATE</u> AFTER
 12 COMPLETION OF UNDERGRADUATE STUDIES FOR 1 YEAR FOR EACH YEAR THAT THE
 13 SCHOLARSHIP WAS AWARDED; OR

142.EXCEPT AS PROVIDED IN PARAGRAPH (3)(II) OF THIS15SUBSECTION COMMENCE FULL-TIME EMPLOYMENT IN THE STATEWITHIN 1 YEAR16AFTER COMPLETION OF UNDERGRADUATE STUDIES AND THEREAFTER CONTINUE17EMPLOYMENT IN THE STATEFOR 1 YEAR FOR EACH YEAR THAT THE SCHOLARSHIP18WAS AWARDED; AND

(II) REPAY THE STATE THE AMOUNTS AWARDED UNDER THIS
 SUBTITLE AND SIMPLE INTEREST EQUAL TO THE PRIME RATE OF INTEREST PLUS 2
 PERCENT CALCULATED FROM THE DATE OF THE FIRST PAYMENT OF ANY AWARD
 RECEIVED BY THE RECIPIENT UNDER THIS SUBTITLE AS SET FORTH IN § 18-112 OF
 THIS TITLE FOR ANY PORTION OF THE AWARD IF THE RECIPIENT DOES NOT:

SATISFY THE DEGREE REQUIREMENTS OF THE ELIGIBLE
 INSTITUTION OR FULFILL OTHER REQUIREMENTS AS PROVIDED IN THIS SUBTITLE;
 AND

27
 2. MAINTAIN STATE RESIDENCY AND SATISFY THE
 28 EMPLOYMENT OBLIGATION REQUIRED UNDER THIS PARAGRAPH.

29 (3) (1) THE RESIDENCY AND EMPLOYMENT OBLIGATION REQUIRED BY
30 PARAGRAPH (2) OF THIS SUBSECTION BEGINS AFTER GRADUATION AND CANNOT BE
31 FULFILLED PRIOR TO GRADUATION FROM AN ELIGIBLE INSTITUTION.

 32
 (II)
 A RECIPIENT OF A COMMUNITY COLLEGE TRANSFER

 33
 SCHOLARSHIP AWARDED UNDER THIS SUBTITLE MAY FULFILL THE EMPLOYMENT

 34
 OBLIGATION REQUIRED UNDER PARAGRAPH (2)(I)1 AND 2 OF THIS SUBSECTION OUT

 35
 OF STATE IF THE RECIPIENT:

 36
 1.
 WAS EMPLOYED OUT OF STATE AT THE TIME THE

37 <u>RECIPIENT RECEIVED THE SCHOLARSHIP;</u>

1 CONTINUES EMPLOYMENT WITH THE SAME EMPLOYER <u>2.</u> 2 WHILE RECEIVING THE SCHOLARSHIP; AND

3 CONTINUES EMPLOYMENT WITH THE SAME EMPLOYER <u>3.</u> 4 AFTER COMPLETION OF THE RECIPIENT'S UNDERGRADUATE STUDIES.

5 18-2405.

ON OR BEFORE JULY 1 OF EACH YEAR, THE ADMINISTRATION SHALL SEND TO 6 7 EACH MEMBER OF THE MARYLAND GENERAL ASSEMBLY A LIST OF INDIVIDUALS IN 8 EACH LEGISLATIVE DISTRICT TO WHOM COMMUNITY COLLEGE TRANSFER 9 SCHOLARSHIPS ARE AWARDED.

10 18-2406.

11 THE ADMINISTRATION SHALL PUBLICIZE THE AVAILABILITY OF COMMUNITY 12 COLLEGE TRANSFER SCHOLARSHIPS UNDER THIS SUBTITLE.

13 18-2407.

FUNDS FOR THE COMMUNITY COLLEGE TRANSFER SCHOLARSHIP PROGRAM 14 15 ESTABLISHED UNDER THIS SUBTITLE SHALL BE AS PROVIDED IN THE ANNUAL 16 BUDGET OF THE ADMINISTRATION.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 17

18 October 1, 2000.