F2 5lr1896

By: Delegates Zirkin and Quinter
Introduced and read first time: February 10, 2005

Assigned to: Ways and Means

	A BILL ENTITLED
1	AN ACT concerning
2	Juvenile Services Scholarship and Loan Assistance Repayment Program Establishment and Regulation
4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 20	providing the funding for the Juvenile Services Scholarship and Loan Assistance Repayment Program; requiring the Office to draft a certain plan; providing the eligibility requirements of the Juvenile Services Loan Assistance Repayment Program; requiring an applicant for a certain loan assistance program to demonstrate to the Office that a certain commercial loan was used for certain purposes; requiring the Office to adopt certain regulations; requiring the Office to submit certain plans to the Governor and the Legislative Policy Committee of the General Assembly on or before a certain date; defining certain terms; and generally relating to the Juvenile Services Scholarship and Loan Assistance
21 22 23 24 25	Section 18-2801 through 18-2812, inclusive, to be under the new subtitle "Subtitle 28. Juvenile Services Scholarship and Loan Assistance
26 27	Annotated Code of Maryland

- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 28
- 29 MARYLAND, That the Laws of Maryland read as follows:

33

(A)

2	UNOFFICIAL COPY OF HOUSE BILL 984
1	Article - Education
2 3	SUBTITLE 28. JUVENILE SERVICES SCHOLARSHIP AND LOAN ASSISTANCE REPAYMENT PROGRAM.
4	18-2801.
5 6	(A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.
9 10	(B) (1) "ELIGIBLE FIELD OF EMPLOYMENT" MEANS EMPLOYMENT IN THE STATE BY AN ORGANIZATION, INSTITUTION, ASSOCIATION, SOCIETY, OR CORPORATION THAT WORKS WITH LOW-INCOME OR UNDERSERVED JUVENILES THAT IS EXEMPT FROM TAXATION UNDER § 501(C)(3) OR (4) OF THE INTERNAL REVENUE CODE OF 1986.
12 13	(2) "ELIGIBLE FIELD OF EMPLOYMENT" INCLUDES EMPLOYMENT BY THE STATE OR ANY LOCAL GOVERNMENT IN THE STATE.
	(C) "ELIGIBLE INSTITUTION" MEANS A PUBLIC OR PRIVATE INSTITUTION OF HIGHER EDUCATION IN THIS STATE THAT POSSESSES A CERTIFICATE OF APPROVAL FROM THE MARYLAND HIGHER EDUCATION COMMISSION.
	(D) "HIGHER EDUCATION LOAN" MEANS ANY LOAN FOR UNDERGRADUATE OR GRADUATE STUDY THAT IS OBTAINED FOR TUITION, EDUCATIONAL EXPENSES, OR LIVING EXPENSES FROM:
20 21	(1) A COLLEGE OR UNIVERSITY, GOVERNMENT, OR COMMERCIAL SOURCE; OR
	(2) AN ORGANIZATION, INSTITUTION, ASSOCIATION, SOCIETY, OR CORPORATION THAT IS EXEMPT FROM TAXATION UNDER § $501(C)(3)$ OR (4) OF THE INTERNAL REVENUE CODE OF 1986.
25	(E) "OFFICE" MEANS THE OFFICE OF STUDENT FINANCIAL ASSISTANCE.
28	(F) "REGULAR UNDERGRADUATE PROGRAM" MEANS AN ACADEMIC PROGRAM OF STUDY IN AN INSTITUTION OF HIGHER EDUCATION AT OR BELOW THE BACCALAUREATE LEVEL LEADING TO EITHER AN ASSOCIATE'S DEGREE OR BACHELOR'S DEGREE.
30 31	(G) "SERVICE OBLIGATION" MEANS FULL-TIME EMPLOYMENT WITHIN THE STATE.
32	18-2802.

THERE IS A JUVENILE SERVICES SCHOLARSHIP AND LOAN ASSISTANCE

34 REPAYMENT PROGRAM IN THIS STATE THAT AWARDS SCHOLARSHIPS AND PROVIDES

35 LOAN REPAYMENT ASSISTANCE UNDER THIS SUBTITLE.

- 1 (B) THE OFFICE SHALL PUBLICIZE THE AVAILABILITY OF THE JUVENILE 2 SERVICES SCHOLARSHIP AND LOAN ASSISTANCE REPAYMENT PROGRAM.
- 3 18-2803.
- 4 EACH RECIPIENT OF A JUVENILE SERVICES SCHOLARSHIP SHALL:
- 5 (1) BE ACCEPTED FOR ADMISSION IN A REGULAR UNDERGRADUATE 6 PROGRAM AT AN ELIGIBLE INSTITUTION IN THE STATE;
- 7 (2) BE A RESIDENT OF THE STATE;
- 8 (3) BEGIN ATTENDING AN ELIGIBLE INSTITUTION WITHIN 2 YEARS OF
- 9 COMPLETING HIGH SCHOOL OR, FAILING TO DO SO, PROVIDE EVIDENCE
- 10 SATISFACTORY TO THE OFFICE OF EXTENUATING CIRCUMSTANCES;
- 11 (4) ENROLL AS A FULL-TIME STUDENT AT AN ELIGIBLE INSTITUTION;
- 12 (5) ACCEPT ANY OTHER CONDITIONS ATTACHED TO THE AWARD; AND
- 13 (6) SATISFY ANY ADDITIONAL CRITERIA THE MARYLAND HIGHER 14 EDUCATION COMMISSION MAY ESTABLISH.
- 15 18-2804.
- 16 (A) THE ANNUAL SCHOLARSHIP AWARD SHALL BE IN THE AMOUNT OF \$1,000
- 17 FOR A STUDENT ENROLLED AT A 2-YEAR ELIGIBLE INSTITUTION OR \$3,000 FOR A
- 18 STUDENT ENROLLED IN A 4-YEAR ELIGIBLE INSTITUTION.
- 19 (B) A STUDENT WHO TRANSFERS FROM A 2-YEAR ELIGIBLE INSTITUTION TO A
- 20 4-YEAR ELIGIBLE INSTITUTION MAY RECEIVE AN ANNUAL SCHOLARSHIP AWARD IN
- 21 THE AMOUNT OF \$3,000 ONCE THE STUDENT IS ENROLLED AT THE 4-YEAR ELIGIBLE
- 22 INSTITUTION.
- 23 18-2805.
- 24 A JUVENILE SERVICES SCHOLARSHIP MAY BE USED AT AN ELIGIBLE
- 25 INSTITUTION IN THE STATE.
- 26 18-2806.
- 27 (A) EACH RECIPIENT OF A JUVENILE SERVICES SCHOLARSHIP MAY HOLD THE
- 28 AWARD FOR 5 YEARS IF THE RECIPIENT:
- 29 (1) CONTINUES TO BE A RESIDENT OF THE STATE;
- 30 (2) CONTINUES TO BE A FULL-TIME STUDENT AT AN ELIGIBLE
- 31 INSTITUTION IN THE STATE AND TAKES AT LEAST 12 SEMESTER HOURS OF COURSES
- 32 EACH SEMESTER OR ITS EQUIVALENT AS DETERMINED BY THE OFFICE;

## **UNOFFICIAL COPY OF HOUSE BILL 984**

- 1 (3) IN THE JUDGMENT OF THE INSTITUTION, IS MAKING SATISFACTORY 2 PROGRESS TOWARD A DEGREE; AND
- 3 (4) MAINTAINS THE STANDARDS OF THE INSTITUTION.
- 4 (B) EACH RECIPIENT OF A JUVENILE SERVICES SCHOLARSHIP WHO IS
- 5 ENROLLED IN AN ASSOCIATE DEGREE PROGRAM AS PERMITTED IN THIS SUBTITLE
- $6\,$  MAY HOLD THE AWARD FOR 3 YEARS IF THE SAME CONDITIONS OF SUBSECTION (A)
- 7 OF THIS SECTION ARE MET.
- 8 (C) EACH RECIPIENT OF A JUVENILE SERVICES CASE MANAGER
- 9 SCHOLARSHIP WHO TRANSFERS FROM A 2-YEAR ELIGIBLE INSTITUTION TO A
- 10 4-YEAR ELIGIBLE INSTITUTION MAY HOLD THE AWARD FOR A TOTAL OF 5 YEARS.
- 11 INCLUDING THE YEARS AT BOTH THE 2-YEAR ELIGIBLE INSTITUTION AND THE
- 12 4-YEAR ELIGIBLE INSTITUTION, IF THE SAME CONDITIONS OF SUBSECTION (A) OF
- 13 THIS SECTION ARE MET.
- 14 (D) A RECIPIENT OF AN AWARD MADE UNDER THIS SECTION SHALL RECEIVE
- 15 THE AWARD FOR EACH YEAR INDICATED IN WHICH THE RECIPIENT IS ELIGIBLE IF
- 16 THE RECIPIENT SIGNS AN AGREEMENT AT THE TIME OF THE INITIAL AWARD TO:
- 17 (1) COMMENCE EMPLOYMENT IN THE STATE WITHIN 1 YEAR AFTER
- 18 COMPLETION OF UNDERGRADUATE STUDIES FOR 1 YEAR FOR EACH YEAR THAT THE
- 19 SCHOLARSHIP WAS AWARDED; AND
- 20 (2) REPAY THE STATE THE AMOUNTS AWARDED UNDER THIS SUBTITLE
- 21 AS SET FORTH IN § 18-112 OF THIS TITLE IF THE RECIPIENT DOES NOT:
- 22 (I) SATISFY THE DEGREE REQUIREMENTS OF THE ELIGIBLE
- 23 INSTITUTION OR FULFILL OTHER REQUIREMENTS AS PROVIDED IN THIS SUBTITLE;
- 24 AND
- 25 (II) PERFORM THE SERVICE OBLIGATION FOR 1 YEAR FOR EACH
- 26 YEAR THAT THE RECIPIENT HAS A SCHOLARSHIP AWARDED UNDER THIS SUBTITLE.
- 27 (E) THE SERVICE OBLIGATION BEGINS AFTER GRADUATION AND CANNOT BE
- 28 FULFILLED PRIOR TO GRADUATION FROM AN ELIGIBLE INSTITUTION.
- 29 18-2807.
- 30 ON OR BEFORE MAY 1 OF EACH YEAR, THE OFFICE SHALL SEND EACH SENATOR
- 31 AND EACH DELEGATE A LIST OF INDIVIDUALS IN EACH LEGISLATIVE DISTRICT TO
- 32 WHOM JUVENILE SERVICES SCHOLARSHIPS ARE AWARDED.
- 33 18-2808.
- 34 A JUVENILE SERVICES SCHOLARSHIP MAY BE USED FOR TUITION AND
- 35 MANDATORY FEES AT ANY ELIGIBLE INSTITUTION.

- 1 18-2809.
- 2 FUNDS FOR THE JUVENILE SERVICES SCHOLARSHIP AND LOAN ASSISTANCE
- 3 REPAYMENT PROGRAM SHALL BE AS PROVIDED IN THE ANNUAL BUDGET OF THE
- 4 MARYLAND HIGHER EDUCATION COMMISSION BY THE GOVERNOR.
- 5 18-2810.
- 6 THE OFFICE SHALL DRAFT A PLAN TO ADMINISTER A JUVENILE SERVICES 7 SCHOLARSHIP PROGRAM.
- 8 18-2811.
- 9 (A) THE OFFICE SHALL ASSIST IN THE REPAYMENT OF ANY HIGHER 10 EDUCATION LOAN OWED BY AN INDIVIDUAL WHO:
- 11 (1) RECEIVES A GRADUATE, PROFESSIONAL, OR UNDERGRADUATE
- 12 DEGREE FROM:
- 13 (I) A COLLEGE OR UNIVERSITY IN THE STATE OF MARYLAND; OR
- 14 (II) A SCHOOL OF SOCIAL WORK;
- 15 OBTAINS ELIGIBLE EMPLOYMENT;
- 16 (3) RECEIVES AN INCOME THAT IS LESS THAN THE MAXIMUM ELIGIBLE
- 17 TOTAL INCOME LEVELS ESTABLISHED BY THE OFFICE, INCLUDING ANY ADDITIONAL
- 18 SOURCES OF INCOME; AND
- 19 (4) SATISFIES ANY OTHER CRITERIA ESTABLISHED BY THE OFFICE.
- 20 (B) AN APPLICANT FOR ASSISTANCE IN THE REPAYMENT OF A COMMERCIAL
- 21 LOAN SHALL DEMONSTRATE TO THE OFFICE THAT THE COMMERCIAL LOAN WAS
- 22 USED FOR TUITION, EDUCATIONAL EXPENSES, OR LIVING EXPENSES FOR GRADUATE
- 23 OR UNDERGRADUATE STUDY.
- 24 (C) THE OFFICE SHALL ADOPT REGULATIONS TO ESTABLISH:
- 25 (1) THE MAXIMUM STARTING INCOME FOR ELIGIBILITY IN THE
- 26 JUVENILE SERVICES LOAN ASSISTANCE REPAYMENT PROGRAM;
- 27 (2) THE MAXIMUM TOTAL INCOME FOR ELIGIBILITY IN THE JUVENILE
- 28 SERVICES LOAN ASSISTANCE REPAYMENT PROGRAM, INCLUDING ANY ADDITIONAL
- 29 SOURCES OF INCOME:
- 30 (3) THAT PRIORITY FOR PARTICIPATION IN THE PROGRAM SHALL BE
- 31 GIVEN TO AN INDIVIDUAL WHO:
- 32 (I) GRADUATED FROM AN INSTITUTION OF HIGHER EDUCATION IN
- 33 THE LAST 3 YEARS;

## 6 UNOFFICIAL COPY OF HOUSE BILL 984

- 1 (II) IS A RESIDENT OF THE STATE;
- 2 (III) IS EMPLOYED ON A FULL-TIME BASIS; AND
- 3 (IV) PROVIDES, AS THE PRINCIPAL PART OF THE INDIVIDUAL'S
- 4 EMPLOYMENT, SERVICES TO LOW-INCOME OR UNDERSERVED JUVENILE RESIDENTS
- 5 IN THE STATE;
- 6 (4) A LIMIT ON THE TOTAL AMOUNT OF ASSISTANCE PROVIDED BY THE
- 7 OFFICE IN REPAYING THE LOAN OF AN ELIGIBLE INDIVIDUAL, BASED ON THE
- 8 INDIVIDUAL'S TOTAL INCOME AND OUTSTANDING HIGHER EDUCATION LOAN
- 9 BALANCE;
- 10 (5) A PROCEDURE AND SCHEDULE FOR THE PAYMENT OF THE AMOUNT
- 11 OF LOAN ASSISTANCE PROVIDED BY THE OFFICE TO THE ELIGIBLE INDIVIDUAL; AND
- 12 (6) AN ANNUAL REVIEW OF THE ELIGIBILITY OF EACH INDIVIDUAL
- 13 PARTICIPATING IN THE PROGRAM.
- 14 (D) THE OFFICE SHALL ADOPT ANY OTHER REGULATIONS NECESSARY TO
- 15 IMPLEMENT THIS SUBTITLE.
- 16 18-2812.
- 17 THE OFFICE SHALL SUBMIT THE PLANS FOR THE IMPLEMENTATION OF THE
- 18 JUVENILE SERVICES SCHOLARSHIP AND LOAN ASSISTANCE REPAYMENT PROGRAM
- 19 TO THE GOVERNOR AND THE LEGISLATIVE POLICY COMMITTEE OF THE GENERAL
- 20 ASSEMBLY BY OCTOBER 30, 2005.
- 21 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 22 July 1, 2005.