HOUSE BILL 541

F2, F3 4lr3090 CF SB 657

By: Delegates Henson, Bagnall, Bartlett, D. Jones, Kipke, Lehman, Pruski, Rogers, Schmidt, and Simmons

Introduced and read first time: January 24, 2024

Assigned to: Appropriations

Committee Report: Favorable

House action: Adopted

Read second time: March 4, 2024

CHAPTER

1 AN ACT concerning

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Anne Arundel County – Student Loan Assistance Repayment Program for Educators – Established

FOR the purpose of establishing the Anne Arundel County Student Loan Assistance 4 5 Repayment Program for Educators to assist in the repayment of certain student 6 loans owed by educators who meet certain eligibility requirements; authorizing the 7 governing body of Anne Arundel County to establish the Program for educators 8 employed by the Anne Arundel County Public School System; requiring the county 9 to establish the amount and terms and conditions of the Program; and generally 10 relating to the establishment of the Anne Arundel County Student Loan Assistance 11 Repayment Program for Educators.

12 BY adding to

13 Article – Education

Section 18–4001 through 18–4005 to be under the new subtitle "Subtitle 40. Anne

Arundel County Student Loan Assistance Repayment Program for Educators"

16 Annotated Code of Maryland

(2022 Replacement Volume and 2023 Supplement)

18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,

19 That the Laws of Maryland read as follows:

Article – Education

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.



- SUBTITLE 40. ANNE ARUNDEL COUNTY STUDENT LOAN ASSISTANCE REPAYMENT 1 2PROGRAM FOR EDUCATORS.
- 18-4001. 3
- 4 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS 5 INDICATED.
- 6 "HIGHER EDUCATION LOAN" MEANS ANY LOAN FOR UNDERGRADUATE 7 OR GRADUATE STUDY THAT IS OBTAINED FOR TUITION, EDUCATIONAL EXPENSES, OR LIVING EXPENSES FROM:
- 8
- 9 **(1)** A COLLEGE OR UNIVERSITY, GOVERNMENT, OR COMMERCIAL 10 SOURCE; OR
- 11 AN ORGANIZATION, AN INSTITUTION, AN ASSOCIATION, A SOCIETY, OR A CORPORATION THAT IS EXEMPT FROM TAXATION UNDER § 501(C)(3) 12 OR (4) OF THE INTERNAL REVENUE CODE OF 1986. 13
- "PROGRAM" MEANS THE ANNE ARUNDEL COUNTY STUDENT LOAN 14 ASSISTANCE REPAYMENT PROGRAM FOR EDUCATORS. 15
- 16 18-4002.
- IN ANNE ARUNDEL COUNTY, THE GOVERNING BOARD OF THE COUNTY 17 MAY ESTABLISH A STUDENT LOAN ASSISTANCE REPAYMENT PROGRAM FOR 18 EDUCATORS EMPLOYED BY THE ANNE ARUNDEL COUNTY PUBLIC SCHOOL SYSTEM. 19
- THE PURPOSE OF THE PROGRAM IS TO ATTRACT, RECRUIT, AND RETAIN 20 A DIVERSE CADRE OF QUALIFIED EDUCATORS IN THE ANNE ARUNDEL COUNTY 21PUBLIC SCHOOL SYSTEM THAT IS REFLECTIVE OF THE STUDENT POPULATION 22WITHIN THE COUNTY SCHOOLS. 23
- 24SUBJECT TO SUBSECTION (D) OF THIS SECTION, THE COUNTY SHALL ASSIST IN THE REPAYMENT OF HIGHER EDUCATION LOANS OWED BY AN INDIVIDUAL 25WHO: 26
- 27 **(1)** RECEIVES A GRADUATE, PROFESSIONAL, OR UNDERGRADUATE DEGREE FROM AN ACCREDITED COLLEGE OR UNIVERSITY; 28
- 29 OBTAINS EMPLOYMENT AS AN EDUCATOR IN THE ANNE ARUNDEL COUNTY PUBLIC SCHOOL SYSTEM; 30

- 1 (3) COMMITS TO SERVE IN THE ANNE ARUNDEL COUNTY PUBLIC 2 SCHOOL SYSTEM FOR A PERIOD OF NOT LESS THAN 5 YEARS;
- 3 (4) RECEIVES AN INCOME THAT IS LESS THAN THE MAXIMUM
- 4 ELIGIBLE TOTAL INCOME LEVELS ESTABLISHED BY THE COUNTY, INCLUDING ANY
- 5 ADDITIONAL SOURCES OF INCOME THE INDIVIDUAL MAY EARN;
- 6 (5) IS NOT IN DEFAULT ON ANY STUDENT LOAN; AND
- 7 (6) SATISFIES ANY OTHER CRITERIA ESTABLISHED UNDER THE 8 PROGRAM BY THE COUNTY.
- 9 (D) AN APPLICANT FOR ASSISTANCE IN THE REPAYMENT OF A COMMERCIAL
- 10 LOAN SHALL DEMONSTRATE TO THE COUNTY THAT THE COMMERCIAL LOAN WAS
- 11 USED FOR TUITION, EDUCATIONAL EXPENSES, OR LIVING EXPENSES FOR GRADUATE
- 12 OR UNDERGRADUATE STUDY.
- 13 **18–4003.**
- 14 LOAN ASSISTANCE UNDER THE PROGRAM SHALL BE IN THE AMOUNT AND ON
- 15 THE TERMS AND CONDITIONS ESTABLISHED BY THE COUNTY.
- 16 **18–4004**.
- 17 THE PROGRAM SHALL BE ADMINISTERED BY THE ANNE ARUNDEL COUNTY
- 18 PUBLIC SCHOOL SYSTEM.
- 19 **18–4005.**
- 20 (A) FUNDS FOR THE PROGRAM SHALL BE AS PROVIDED ON AN ANNUAL
- 21 BASIS IN THE COUNTY BUDGET IN AN APPROPRIATION SEPARATE FROM THE
- 22 COUNTY'S APPROPRIATION TO THE OPERATING BUDGET OF THE ANNE ARUNDEL
- 23 COUNTY BOARD OF EDUCATION.
- 24 (B) FUNDS FOR THE PROGRAM MAY BE USED TO COVER ADMINISTRATIVE
- 25 EXPENSES OF THE PROGRAM.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 27 October 1, 2024.