



## **119th MAINE LEGISLATURE**

## **SECOND REGULAR SESSION-2000**

Legislative Document

No. 2429

H.P. 1723

House of Representatives, January 10, 2000

## An Act to Address the Teacher Shortage in Maine.

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 203.

Reference to the Committee on Education and Cultural Affairs suggested and ordered printed.

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JOSEPH W. MAYO, Clerk

Presented by Representative LaVERDIERE of Wilton. Cosponsored by Representatives: BELANGER of Caribou, BRENNAN of Portland, JABAR of Waterville, Speaker ROWE of Portland, SAXL of Portland, TOWNSEND of Portland, Senator: MILLS of Somerset.

	Be it enacted by the People of the State of Maine as follows:
	Sec. 1. 20-A MRSA c. 428-A is enacted to read:
	<u>CHAPTER 428-A</u>
	TEACHERS FOR CRITICAL AND QUALIFYING AREAS PROGRAM
-	<u>§12521. Teachers for Critical and Qualifying Areas Program</u> <u>established</u>
	There is established the Teachers for Critical and
	Qualifying Areas Program, referred to in this chapter as the "program," to provide financial incentives through the repayment of education loans to teachers in critical or qualifying schools
	to address the shortage of teachers in underserved subject areas in those schools as determined pursuant to this chapter. The
	commissioner shall administer the program.
	§12522. Definitions
	As used in this chapter, unless the context otherwise indicates, the following terms have the following meanings.
	1. Critical area school. "Critical area school" means a school that demonstrates to the commissioner that the school has:
	A. A critical shortage of gualified teachers in an underserved subject area; and
	B. Made a significant effort to fill that critical shortage.
	<b>2. Education loan.</b> "Education loan" means a loan given by a financial institution authorized to do business in the State to
	a postsecondary student for the payment of an undergraduate, postbaccalaureate or continuing education course of study.
	3. Eligible person. "Eligible person" means a teacher who meets the requirements of section 12525.
	4. Original amount of education loans. "Original amount of
	education loans" means the total amount of education loans outstanding at the time the eligible person is hired by the
	critical area school or qualifying area school and any interest
	that accrures over the life of the education loans.
	5. Qualifying area school. "Qualifying area school" means
	a school that demonstrates to the commissioner that the school has:

2	A. A need for a qualified teacher or teachers in an underserved subject area; and
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6	B. Made a significant effort to fill that need.
8	<b>6. Underserved subject area.</b> "Underserved subject area" means a subject or program, which is required to be taught in a
o	public school, for which there is a critical shortage of or need
10	for gualified teachers as determined by the commissioner.
12	<u>§12523. Critical area school; percentage of loan repayment and schedule</u>
14	If the commissioner determines that a school is a critical
16	area school pursuant to section 12522, subsection 1, an eligible
18	person hired to teach in the underserved subject area is eligible to have up to 100% of that eligible person's education loans
10	repaid based upon the following schedule. If the eligible person
20	teaches in the critical area school for the amount of time
22	<u>specified in this section, the following amounts must be repaid</u> by the department:
24	1. First year. At the end of the first year of teaching,
	10% of the original amount of education loans is eligible for
26	repayment by the department;
28	2. Second year. At the end of the 2nd year of teaching,
30	30% of the original amount of education loans is eligible for repayment by the department;
32	3. Third year. At the end of the 3rd year of teaching, 30%
	of the original amount of education loans is eligible for
34	repayment by the department; and
36	<b>4. Fourth year.</b> At the end of the 4th year of teaching, 30% of the original amount of education loans is eligible for
38	repayment by the department.
40	In no event may the amount repaid by the department exceed
42	<u>the original amount of education loans made to the eligible</u> <u>person.</u>
44	<u>§12524. Qualifying area school; percentage of loan repayment and schedule</u>
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48	If the commissioner determines that a school is a qualifying area school pursuant to section 12522, subsection 5, an eligible
50	person hired to teach in the underserved subject area is eligible to have up to 50% of that eligible person's education loans

- repaid based upon the following schedule. If the eligible person teaches in the qualifying area school for the amount of time 2 specified in this section, the following amounts must be repaid 4 by the department: 1. First year. At the end of the first year of teaching, 6 5% of the original amount of education loans is eligible for 8 repayment by the department; 2. Second year. At the end of the 2nd year of teaching, 10 15% of the original amount of education loans is eligible for 12 repayment by the department; 14 3. Third year. At the end of the 3rd year of teaching, 15% of the original amount of education loans is eligible for 16 repayment by the department; and 4. Fourth year. At the end of the 4th year of teaching, 18 15% of the original amount of education loans is eligible for 20 repayment by the department. 22 In no event may the amount repaid by the department exceed 50% of the original amount of education loans made to the eligible person. 24 26 §12525. Eligibility 28 Only a person who meets the following requirements is eligible to participate in the program. 30 1. Certified. The person must be certified by the commissioner under chapter 501 or 502 in order to: 32 34 A. Teach in any public elementary or secondary school in the State; or 36 B. Teach in any private school receiving basic approval 38 under section 2901. 40 2. Outstanding loans. The person must have an outstanding education loan or loans. 42 3. Hired after determination. The person must be hired to 44 teach in an underserved subject area after the determination of the commissioner that the school is a critical area school or gualifying area school. 46
- 48 §12526. Payment provisions

Payment of education loans must be made by the department from the fund directly to a financial institution for credit to 2 an eligible person's account and must be made within 60 days 4 following evidence that the person has completed the number of years of teaching as specified in section 12523 or 12524. 6 §12527. Teachers for Critical and Qualifying Areas Fund 8 The Teachers for Critical and Qualifying Areas Fund, 10 referred to in this chapter as the "fund," is created under the jurisdiction of the department as a nonlapsing, interest-earning, 12 revolving fund to carry out the purposes of this chapter. Any unexpended balance in the fund carries over for continued use 14 under this chapter. The department may receive, invest and expend, on behalf of the fund, money from gifts, grants, bequests, loans and donations in addition to money appropriated 16 or allocated by the State. Money received by the department on 18 behalf of the fund must be used for the designated purpose. 20 <u>§12528. Rules</u>

22 The commissioner shall adopt rules to carry out the purposes of this chapter. Rules adopted pursuant to this chapter are 24 major substantive rules pursuant to Title 5, chapter 375, subchapter II-A.

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Sec. 2. Effective date. This Act takes effect for school years beginning on or after August 15, 2000.

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## **SUMMARY**

This bill establishes the Teachers for Critical and 34 Qualifying Areas Program to provide for the repayment of student loans to teachers who are hired in schools that are faced with a 36 shortage of teachers in certain academic areas. Once the Commissioner of Education makes the determination that a school is a critical area school or qualifying area school, a teacher 38 hired by that school to work in the underserved academic area is 40 eligible for repayment of student loans incurred for postsecondary education. A teacher working in a critical area 42 school who works for 4 years in the school is eligible to have 100% of the education loans repaid; a teacher who works in a qualifying area school for 4 years is eligible to have 50% of the 44 education loans repaid.