



# **120th MAINE LEGISLATURE**

# **FIRST REGULAR SESSION-2001**

Legislative Document

No. 811

S.P. 243

In Senate, February 15, 2001

An Act to Retain Engineering Expertise in the State.

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

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JOY J. O'BRIEN Secretary of the Senate

Presented by Senator CATHCART of Penobscot. Cosponsored by Speaker SAXL of Portland and President MICHAUD of Penobscot, Representatives: COWGER of Hallowell, DUNLAP of Old Town, ROSEN of Bucksport, TESSIER of Fairfield, THOMAS of Orono, WINSOR of Norway.

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Sec. 1. 5	5 MRSA §12004-I,	sub-§18-C is	s enacted to read:
<u>18-C.</u> Education: Financial Aid	<u>Maine</u> <u>Engineers</u> <u>Recruitment</u> and <u>Retentior</u> <u>Advisory</u> <u>Committee</u>		<u>20-A_MRSA</u> <u>§12523</u>
Sec. 2. 2	20-A MRSA c. 428	-A is enacte	ed to read:
	<u>C</u>	HAPTER 428-4	À
MAIN	E ENGINEERS REC	RUITMENT ANI	RETENTION PROGRAM
<u>§12521. Defi</u>	nitions		
			<u>ss the context oth following meanings.</u>
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Maine.			
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means the C Maine. <u>3. Eli</u> degree from	hief Executive <sup>`</sup> igible degree. a college of	Officer of	"Chief executive of the Finance Author: degree" means a bach within the Univers:
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fill such positions and to encourage graduates to remain in the 2 State.

## 4 <u>§12523. Maine Engineers Recruitment and Retention Advisory</u> <u>Committee established</u>

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- The Maine Engineers Recruitment and Retention Advisory 8 Committee, referred to in this section as the "committee," is established. The committee shall assist the chief executive 10 officer of the authority in determining recipients annually. The committee consists of the following 5 members appointed by the 12 chief executive officer:
- 14 1. University of Maine System. One member representing the University of Maine System recommended by the Chancellor of the University of Maine System;
- 18 **2.** <u>Maine engineers.</u> <u>Two members, each representing a</u> statewide organization representing engineers in the State; and
- 3. Public members. Two members of the public representing 22 a variety of businesses that employ engineers to perform a substantial part of their business.
  - Members serve for terms of 3 years and may be reappointed.
- Members of the advisory committee are compensated in 28 accordance with Title 5, chapter 379.
- 30 <u>§12524. Loan repayment agreement recipients</u>

 32 Each year eligible employers seeking to fill eligible employment positions may apply on behalf of individuals with an
 34 eligible degree seeking eligible employment positions who have outstanding loans from financial institutions to obtain one or
 36 more program loan repayment agreements. Applications must be submitted to the authority at a time and in a format to be
 38 determined by the authority.

40 §12525. Maximum loan repayment; participation

42 The maximum program loan repayment amount available to each employee is \$2,500 per year, for a maximum of 4 years. No more than 10 program loan repayment agreements may be awarded in any year.
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- <u>\$12526. Eligibility requirements</u>
- **1.** Program loan repayment agreement. A program loan 50 repayment agreement may be given only to an individual who is

employed in this State in an eligible employment position and who
 has met other eligibility criteria established by rules of the authority.

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2. Matching funds. An eligible employer must provide matching funds to be used for program loan repayment in an amount equal to the amount of the program loan repayment to be provided by the authority.

#### 10 **§12527.** Payment provisions

The authority shall enter into program loan repayment 12 agreements with eligible students, on terms and conditions 14 acceptable to the authority, which at a minimum must require the student and the student's employer to certify annually, before payment of any installment by the authority under the program 16loan agreement, that the student has been employed in an eligible 18 employment position for the preceding 12-month period. Payment of any installment by the authority must be made directly for 20 credit to the student's account at the financial institution certified by the student as responsible for administration of 22 that person's student loans.

#### 24 §12528. Nonlapsing revolving fund

1. Creation of fund. The Maine Engineers Recruitment and 26 Retention Program Fund, referred to in this section as the 28 "fund," is created as a nonlapsing, interest-earning, revolving fund to carry out the purposes of this chapter. The fund must be 30 deposited with, maintained and administered by the authority. Any unexpended balance in the fund carries over for continued use under this chapter. The authority may receive, invest and expend 32 on behalf of the fund money from gifts, grants, bequests, loans 34 and donations in addition to money appropriated or allocated by the State. Money received by the authority on behalf of the fund, except interest income, must be used for the purposes of 36 this chapter; interest income may be used for the purposes of 38 this chapter or to pay administrative costs incurred by the authority, as determined appropriate by the authority.

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	<u>2. Adm</u>	<u>unistrative</u>	expen	ses.	Costs	and	expense	<u>s of</u>
42	maintaining,	servicing	and	admi	<u>nisterir</u>	ng the	fund	and
	<u>administering</u>	the program	<u>may be</u>	paid	out of	amounts	in the f	fund.

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## <u>§12529. Rules</u>

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The authority shall adopt rules to implement this chapter. 48 Rules adopted by the authority pursuant to this chapter are routine technical rules pursuant to Title 5, chapter 375, 50 subchapter II-A.

#### SUMMARY

This bill establishes the Maine Engineers Recruitment and Retention Program to provide financial assistance and incentives to any graduate of a college of engineering within the University of Maine System to become an employee in an engineering position in the State. The program provides loan repayment to up to 10 eligible engineers working in Maine businesses. The employers who apply for the loan repayment funds must match all funds received by their employees. The program is administered by the Finance Authority of Maine with assistance in determining receipients from an advisory committee.

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