By: Representatives Wallace, Miller, Straughter, Thornton

To: Education;
Appropriations

HOUSE BILL NO. 1039

- AN ACT TO AMEND SECTION 37-143-11, MISSISSIPPI CODE OF 1972,
- 2 TO PROVIDE THAT THE WILLIAM F. WINTER INCENTIVE LOAN PROGRAM FOR
- 3 TEACHERS SHALL BE FULLY AVAILABLE TO STUDENTS PREPARING TO BE
- 4 PRINCIPALS AND SCHOOL ADMINISTRATORS; AND FOR RELATED PURPOSES.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 6 SECTION 1. Section 37-143-11, Mississippi Code of 1972, is
- 7 amended as follows:
- 8 37-143-11. (1) It is the intention of the Legislature to
- 9 attract and retain qualified teachers, principals and school
- 10 <u>administrators</u> by awarding incentive loans to persons declaring an
- 11 intention to serve in the teaching or school administrative field
- 12 and who actually render service to the state while possessing an
- 13 appropriate teaching or administrator license.
- 14 (2) There is established the "William F. Winter
- 15 Teacher/<u>Administrator</u> Scholar Loan Program."
- 16 (3) To the extent of appropriations available, students who
- 17 are enrolled in any baccalaureate degree-granting institution of
- 18 higher learning in the State of Mississippi accredited by the
- 19 Southern Association of Colleges and Schools and approved by the
- 20 Mississippi Commission on College Accreditation, or any accredited
- 21 nonprofit community or junior college, and who have expressed in
- 22 writing a present intention to teach or administer schools in
- 23 Mississippi, shall be eligible for student loans to be applied to
- 24 the costs of their college education. Persons who have been
- 25 admitted to a teacher or school administrator education program as
- 26 approved by the State Board of Education shall also qualify for
- 27 loans at approved institutions.
- 28 (4) A freshman establishing initial eligibility shall be

- 29 eligible for a maximum of four (4) annual loans and a senior or
- 30 graduate student shall be eligible for one (1) annual loan.
- 31 (5) The maximum annual loan shall be set by the Board of
- 32 Trustees of State Institutions of Higher Learning at an amount not
- 33 to exceed the cost of attendance at any baccalaureate
- 34 degree-granting institution of higher learning in the State of
- 35 Mississippi. However, it is the intent of the Legislature that
- 36 the maximum annual loan amounts under the William F. Winter
- 37 Teacher/Administrator Scholar Loan Program shall not be of such
- 38 amounts that would compete with the Critical Needs Teacher
- 39 Scholarship Program.
- 40 (6) The loans of persons who actually render service as
- 41 licensed teachers, principals or school administrators in a public
- 42 school in Mississippi for a major portion of the school day for at
- 43 least seventy-eight (78) school days during each of eight (8)
- 44 school semesters of the ten (10) immediately after obtaining a
- 45 baccalaureate degree, shall be converted to interest-free
- 46 scholarships. Conversion shall be based on two (2) semesters of
- 47 service for each year a loan was received, and the Board of
- 48 Trustees of State Institutions of Higher Learning shall not
- 49 authorize the conversion of loans into interest-free scholarships
- 50 at any other ratio, except as follows: Participants in the
- 51 William F. Winter Teacher/Administrator Scholar Loan Program may
- 52 have their loans converted into interest-free scholarships at the
- 53 same ratio as under the Critical Needs Teacher Scholarship Program
- 54 if they render service as a licensed teacher, principal or school
- 55 <u>administrator</u> in a public school district in a geographical area
- of the state where there is a critical shortage of teachers,
- 57 <u>principals or school administrators</u>, as designated by the State
- 58 Board of Education.
- 59 (7) Persons failing to complete an appropriate program of
- 60 study shall immediately become liable to the Board of Trustees of
- 61 State Institutions of Higher Learning for the sum of all
- 62 outstanding loans, except in the case of a deferral of debt for

- 63 cause by the board, after which period of deferral, study may be
- 64 resumed. Persons failing to meet teaching or school administrator
- 65 requirements in any required semester shall immediately be in
- 66 breach of contract and become liable to the board for the amount
- of the corresponding loan received, with interest accruing at the
- 68 current Stafford Loan rate at the time the breach occurs, except
- 69 in the case of a deferral of debt for cause by the board, after
- 70 which period of deferral, teaching or administrative duties
- 71 required hereunder will be resumed. If the claim for payment of
- 72 such loan is placed in the hands of an attorney for collection
- 73 after default, then the obligor shall be liable for an additional
- 74 amount equal to a reasonable attorney's fee.
- 75 (8) A loan made pursuant to this section shall not be
- 76 voidable by reason of the age of the borrower at the time of
- 77 receiving the loan.
- 78 (9) Failure to repay any loan and interest that becomes due
- 79 shall be cause for the revocation of a person's teaching or
- 80 <u>administrative</u> license by the State Department of Education.
- 81 (10) All monies repaid to the Board of Trustees of State
- 82 Institutions of Higher Learning hereunder shall be added to the
- 83 appropriations made for purposes of this section, and those
- 84 appropriations shall not lapse.
- 85 (11) The Board of Trustees of State Institutions of Higher
- 86 Learning with the concurrence of the State Board of Education
- 87 shall jointly promulgate regulations necessary for the proper
- 88 administration of this section.
- 89 (12) If insufficient funds are available for requested loans
- 90 to a qualified student during any fiscal year, the Board of
- 91 Trustees of State Institutions of Higher Learning shall make pro
- 92 rata reductions in the loans made to qualifying applicants.
- 93 Priority consideration shall be given to persons receiving
- 94 previous loans and participating in the program.
- 95 (13) The Board of Trustees of State Institutions of Higher
- 96 Learning shall make an annual report to the Legislature. Each

97 report shall contain a complete enumeration of the board's activities, loans or scholarships granted, names of persons to 98 99 whom granted and the institutions attended by those receiving the same, the teaching or administrative location of applicants who 100 101 have received their education and become licensed teachers or 102 administrators within this state as a result of the loans and/or 103 scholarships. The board shall make a full report and account of 104 receipts and expenditures for salaries and expenses incurred under the provisions of this section. The board shall, upon its records 105 106 and any published reports, distinguish between those recipients 107 who have breached their contracts but with the board's permission 108 who have paid their financial obligations in full, and those recipients who have breached their contracts and remain 109 financially indebted to the state. 110

SECTION 2. This act shall take effect and be in force from

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and after July 1, 1999.