By: Harden

To: Education; Appropriations

SENATE BILL NO. 2172

AN ACT TO AMEND SECTION 37-143-11, MISSISSIPPI CODE OF 1972, 1 TO PROVIDE THAT THE WILLIAM F. WINTER INCENTIVE LOAN PROGRAM FOR 2 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: [MS1] 37-143-11. (1) It is the intention of the Legislature to 8 attract and retain qualified teachers, principals and school 9 administrators by awarding incentive loans to persons declaring an 10 intention to serve in the teaching or administrative field and who 11 actually render service to the state while possessing an 12 13 appropriate teaching or administrator license. (2) There is established the "William F. Winter 14 15 Teacher/Administrator Scholar Loan Program." (3) To the extent of appropriations available, students who 16 are enrolled in any baccalaureate degree-granting institution of 17 higher learning in the State of Mississippi accredited by the 18 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 writing a present intention to teach or administer schools in 22

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 <u>or school administrator</u> 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 eligible for a maximum of four (4) annual loans and a senior or 29 graduate student shall be eligible for one (1) annual loan. 30 The maximum annual loan shall be set by the Board of 31 (5) Trustees of State Institutions of Higher Learning at an amount not 32 to exceed the cost of attendance at any baccalaureate 33 degree-granting institution of higher learning in the State of 34 35 Mississippi. However, it is the intent of the Legislature that 36 the maximum annual loan amounts under the William F. Winter Teacher/Administrator Scholar Loan Program shall not be of such 37 38 amounts that would compete with the Critical Needs Teacher Scholarship Program. 39

The loans of persons who actually render service as (6) 40 licensed teachers or school administrators in a public school in 41 Mississippi for a major portion of the school day for at least 42 seventy-eight (78) school days during each of eight (8) school 43 semesters of the ten (10) immediately after obtaining a 44 45 baccalaureate degree, shall be converted to interest-free scholarships. Conversion shall be based on two (2) semesters of 46 service for each year a loan was received, and the Board of 47 Trustees of State Institutions of Higher Learning shall not 48 authorize the conversion of loans into interest-free scholarships 49 at any other ratio, except as follows: Participants in the 50 William F. Winter Teacher/Administrator Scholar Loan Program may 51 52 have their loans converted into interest-free scholarships at the same ratio as under the Critical Needs Teacher Scholarship Program 53

if they render service as a licensed teacher <u>or administrator</u> in a public school district in a geographical area of the state where there is a critical shortage of teachers <u>or administrators</u>, as designated by the State Board of Education.

58 (7) Persons failing to complete an appropriate program of study shall immediately become liable to the Board of Trustees of 59 State Institutions of Higher Learning for the sum of all 60 outstanding loans, except in the case of a deferral of debt for 61 cause by the board, after which period of deferral, study may be 62 63 resumed. Persons failing to meet teaching or school administrator requirements in any required semester shall immediately be in 64 breach of contract and become liable to the board for the amount 65 of the corresponding loan received, with interest accruing at the 66 current Stafford Loan rate at the time the breach occurs, except 67 in the case of a deferral of debt for cause by the board, after 68 which period of deferral, teaching or administrative duties 69 70 required hereunder will be resumed. If the claim for payment of 71 such loan is placed in the hands of an attorney for collection after default, then the obligor shall be liable for an additional 72 amount equal to a reasonable attorney's fee. 73

(8) A loan made pursuant to this section shall not be
voidable by reason of the age of the borrower at the time of
receiving the loan.

(9) Failure to repay any loan and interest that becomes due shall be cause for the revocation of a person's teaching license by the State Department of Education.

80 (10) All monies repaid to the Board of Trustees of State81 Institutions of Higher Learning hereunder shall be added to the

appropriations made for purposes of this section, and thoseappropriations shall not lapse.

84 (11) The Board of Trustees of State Institutions of Higher
85 Learning with the concurrence of the State Board of Education
86 shall jointly promulgate regulations necessary for the proper
87 administration of this section.

(12) If insufficient funds are available for requested loans
to a qualified student during any fiscal year, the Board of
Trustees of State Institutions of Higher Learning shall make pro
rata reductions in the loans made to qualifying applicants.
Priority consideration shall be given to persons receiving
previous loans and participating in the program.

The Board of Trustees of State Institutions of Higher 94 (13)95 Learning shall make an annual report to the Legislature. Each report shall contain a complete enumeration of the board's 96 activities, loans or scholarships granted, names of persons to 97 whom granted and the institutions attended by those receiving the 98 99 same, the teaching/administrator location of applicants who have received their education and become licensed 100 teachers/administrators within this state as a result of the loans 101 and/or scholarships. The board shall make a full report and 102 account of receipts and expenditures for salaries and expenses 103 104 incurred under the provisions of this section. The board shall, 105 upon its records and any published reports, distinguish between 106 those recipients who have breached their contracts but with the 107 board's permission who have paid their financial obligations in 108 full, and those recipients who have breached their contracts and 109 remain financially indebted to the state.

SECTION 2. This act shall take effect and be in force from and after July 1, 2000.