

By: Senator(s) Harkins

To: Education

SENATE BILL NO. 2864

1 AN ACT TO AMEND SECTION 37-159-11, MISSISSIPPI CODE OF 1972,
2 TO REMOVE REQUIREMENT THAT THE STATE DEPARTMENT OF EDUCATION
3 ADMINISTER THE MISSISSIPPI EMPLOYER-ASSISTED HOUSING TEACHER
4 PROGRAM IN CONJUNCTION WITH THE FEDERAL NATIONAL MORTGAGE
5 ASSOCIATION; TO EXTEND THE DATE OF THE REPEALER ON THIS SECTION;
6 AND FOR RELATED PURPOSES.

7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

8 **SECTION 1.** Section 37-159-11, Mississippi Code of 1972, is
9 amended as follows:

10 37-159-11. (1) There is established the Mississippi
11 Employer-Assisted Housing Teacher Program, which shall be a
12 special home loan program for eligible licensed teachers who
13 render service to the state in a geographical area of the state
14 where there exists a critical shortage of teachers, as designated
15 by the State Board of Education. The home loan program shall be
16 administered by the State Department of Education * * *. The
17 department may contract with one or more public or private
18 entities to provide assistance in implementing and administering
19 the program. The State Board of Education shall adopt rules and



20 regulations regarding the implementation and administration of the
21 program.

22 (2) Participation in the loan program shall be available to
23 any licensed teacher who renders service in a geographical area of
24 the state where there exists a critical shortage of teachers, as
25 designated by the State Board of Education. Any person who
26 receives a loan under the program shall be required to purchase a
27 house and reside in a county in which the school district for
28 which the teacher is rendering service, or any portion of the
29 school district, is located. The maximum amount of a loan that
30 may be made under the program to any person shall be Six Thousand
31 Dollars (\$6,000.00).

32 (3) Any loan made under the program to a person who actually
33 renders service as a teacher in a geographical area of the state
34 where there exists a critical shortage of teachers, as designated
35 by the State Board of Education, shall be converted to an
36 interest-free grant on the basis of one (1) year's service for
37 one-third (1/3) of the amount of the loan. Any person who does
38 not render three (3) years' service as a teacher in a geographical
39 area of the state where there exists a critical shortage of
40 teachers, as designated by the State Board of Education, shall be
41 liable to the State Department of Education for one-third (1/3) of
42 the amount of the loan for each year that he does not render such
43 service, plus interest accruing at the current Stafford Loan rate
44 at the time the person discontinues his service. If a claim for



45 repayment under this subsection is placed in the hands of an
46 attorney for collection, the obligor shall be liable for an
47 additional amount equal to a reasonable attorney's fee.

48 (4) All funds received by the State Department of Education
49 as repayment of loans by program participants shall be deposited
50 in the Mississippi Critical Teacher Shortage Fund.

51 This section shall stand repealed July 1, * * * 2021.

52 **SECTION 2.** This act shall take effect and be in force from
53 and after July 1, 2020.

