# **BILL ANALYSIS**

Senate Research Center 76R9269 KEL-D H.B. 1576 By: Gallego (Shapleigh) Education 5/14/1999 Engrossed

# **DIGEST**

The teacher loan repayment program was designed to provide loans to persons regularly employed as teachers in public schools, who are enrolled in a course that will lead to a certificate or endorsement to teach a primary or secondary grade subject in which the State Board of Education has determined that a teacher shortage exists. The program also provides loans to a qualified undergraduate or graduate student enrolled in a program leading to certification as a classroom teacher or leading to a master's degree in a field for which the student is seeking certification or already holds certification. In addition to addressing the need for educators incertain subject areas, the program has the potential to serve as a useful tool for attracting and retaining educators in higher education in certain under served or economically depressed areas. H.B. 1576 expands eligibility for the teacher loan repayment program to include Ph.Ds teaching at institutions located along the Texas-Mexico border..

### **PURPOSE**

As proposed, H.B. 1576 establishes provisions regarding the repayment of student loans for certain public school teachers and college and university faculty members.

### **RULEMAKING AUTHORITY**

Rulemaking authority is granted to the Texas Higher Education Coordinating Board in SECTION 1 (Section 61.708, Education Code) of this bill.

## SECTION BY SECTION ANALYSIS

SECTION 1. Amends Subchapter M, Chapter 61, Education Code, as follows:

### SUBCHAPTER M. New title: REPAYMENT OF CERTAIN TEACHER AND FACULTY EDUCATION LOANS

Sec. 61.701. REPAYMENT AUTHORIZED. Authorizes the Texas Higher Education Coordinating Board (board) to provide assistance in the repayment of student loans for persons, rather than teachers, who apply and qualify for the assistance under this subchapter and board rules. Makes conforming and nonsubstantive changes.

Sec. 61.702. ELIGIBILITY. Specifies that in addition to completing at least one year of employment in the elementary or secondary schools of this state or in an area or field of acute teacher shortage as designated by the State Board of Education, a person must be employed as a full-time classroom teacher in order to be eligible to receive repayment assistance. Optionally, the person must have received a doctoral degree no earlier than September 1, 1994, from a public or private institution of higher education accredited as required by the board and be employed as a full-time faculty member with instructional duties in an institution of higher education located in Texas. Makes conforming changes.

Sec. 61.703. LIMITATION. Prohibits a person from receiving repayment assistance grants for more than 10 years, rather than five years. Makes a conforming change.

Sec. 61.704. ELIGIBLE LOANS. Authorizes the board to provide repayment assistance for repayment of any student loan for education at a public or private institution of higher education, including loans for graduate, in addition to undergraduate, education. Makes conforming and nonsubstantive changes.

Sec. 61.705. REPAYMENT. Provides that the minimum amount of repayment assistance that may be received in one year by a person described by Section 61.702(2), Education Code (under which a person's eligibility for repayment assistance depends on completing at least one year of employment in the elementary or secondary schools of this state in an area or field of acute teacher shortage as designated by the State Board of Education), is50 percent of the amount of the principal and accrued interest that is due that year. Makes conforming changes.

Sec. 61.706. ADVISORY COMMITTEES. Makes a conforming change.

Sec. 61.707. ACCEPTANCE OF FUNDS. Makes a conforming change.

Sec. 61.708. RULES. Requires the board to adopt rules necessary for the administration of this subchapter, including a rule that sets a minimum, in addition to a maximum, amount of repayment assistance that may be received in one year by a person described by Section 61.702(1), Education Code, and a rule that sets a maximum amount of repayment assistance that may be received in one year by a person described by Section 61.702(2), Education Code, rather than by a teacher in one year. Adds the personnel office at each institution of higher education described by Section 61.702(2), Education Code, to a list of locations at which a copy of the rules adopted under this section and pertinent information in this subchapter is required to be distributed by the board. Makes conforming changes.

SECTION 2. Effective date: September 1, 1999.

SECTION 3. Emergency clause.