



School Funding Interim Commission

64th Montana Legislature

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TO: School Funding Interim Commission
FROM: Pad McCracken, Research Analyst
RE: LC QELP - revising the Quality Educator Loan Assistance Program
DATE: June 7, 2016

Attached is a draft, LC QELP, which revises the Quality Educator Loan Assistance Program in the following ways:

- ▶ on page 1, amends 20-4-501 by adding a purpose subsection emphasizing that the program is intended to support recruitment and retention in impacted schools;
- ▶ on page 2, amends 20-4-503 to provide more direction in identifying schools impacted by "critical quality educator shortages"; requires OPI and the Board of Public Education to prioritize certain schools and those located further from larger cities and towns (these drive-time parameters--highlighted in the draft--are still being considered by the work group and will be discussed at the meeting);
- ▶ on page 3, further amends 20-4-503 to require that the report listing impacted schools apply to the following school year in order to better aid recruitment;
- ▶ on page 4, amends 20-4-505 to establish increasing loan assistance for teachers who remain in impacted schools within the same district after their second and third teaching years (\$3,000 after year 1; \$4,000 after year 2; \$5,000 after year 3);
- ▶ on page 5, amends 20-4-506 to instruct the Board of Regents to utilize the most impacted content areas if they need to restrict funding due to the available appropriation, and instructs the Board of Public Education to consider expanding the list of impacted schools in subsequent years if funding allows.

There is an updated, interactive map linked on the commission webpage ([June 13 meeting page](#)) which can be modified to change drive-time parameters by clicking on "Content" and changing the boxes that are checked. There is also an excel sheet linked with tabs showing eligible schools based on different drive-time parameters. We can review both of these resources at the meeting if helpful.

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As of: June 7, 2016 (10:40am)

LCQELP

**** Bill No. ****

Introduced By *****

By Request of the *****

A Bill for an Act entitled: "An Act revising the quality educator loan assistance program; emphasizing geographic isolation as a factor in identifying schools impacted by critical quality educator shortages; modifying the assistance eligibility schedule; amending sections 20-4-501, 20-4-503, 20-4-505, and 20-4-506, MCA."

Be it enacted by the Legislature of the State of Montana:

Section 1. Section 20-4-501, MCA, is amended to read:

"20-4-501. Quality educator loan assistance program -- purpose. (1) There is a quality educator loan assistance program administered by the board of regents through the office of the commissioner of higher education. The program must provide for the direct repayment of educational loans of eligible quality educators in accordance with policies and procedures adopted by the board of regents in accordance with this part.

(2) The purpose of this program is to aid quality educator recruitment and retention for those schools most impacted by critical quality educator shortages. The implementation of the program must be done in a manner that maximizes recruitment and retention assistance to impacted schools."

{Internal References to 20-4-501: None.}

Section 2. Section 20-4-503, MCA, is amended to read:

"20-4-503. Critical quality educator shortages. (1) The board of public education, in consultation with the office of public instruction, shall identify:

(a) specific schools that are impacted by critical quality educator shortages; and

(b) within the schools identified in subsection (1)(a), the specific quality educator licensure or endorsement areas that are impacted by critical quality educator shortages.

(2) In identifying impacted schools under subsection (1)(a), the board of public education, in consultation with the office of public instruction, shall prioritize the following:

(a) special education cooperatives;

(b) the Montana school for the deaf and blind, as described in 20-8-101;

(c) the Montana youth challenge program; and

(d) state youth correctional facilities, as defined in 41-5-103; and

(e) public schools that are located on or adjacent to Indian reservations;

(f) public schools that are located:

(i) more than 30 minutes from a city with a population greater than 10,000 based on the most recent federal decennial census; and

(ii) more than 15 minutes from a city with a population greater than 4,300 based on the most recent federal decennial

census.

~~(2)~~(3) The board of public education shall publish by December 1 an annual report listing the schools and the licensure or endorsement areas identified as impacted by critical quality educator shortages, explaining the reasons that specific schools and licensure or endorsement areas have been identified and providing information regarding any success in retention. The report shall apply to the school year that begins July 1 following the publication of the report in order to assist recruitment by impacted schools. For the school year beginning July 1, 2017, eligibility for the program may be governed by the report adopted by the board of public education by December 1, 2017.

~~(3)~~(4) Quality educators working at schools identified in subsection (1) are eligible for repayment of all or part of the quality educator's outstanding educational loans existing at the time of application in accordance with the eligibility and award criteria established under this part."

{*Internal References to 20-4-503:*
20-4-504 ok 20-4-506 ok}

Section 3. Section 20-4-505, MCA, is amended to read:

"20-4-505. Loan repayment assistance documentation. (1) A quality educator shall submit an application for loan repayment assistance to the board of regents in accordance with policies and procedures adopted by the board of regents. The application must include official verification or proof of the applicant's

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total unpaid accumulated educational loan debt and other documentation required by the board of regents that is necessary for verification of the applicant's eligibility.

~~(2) A quality educator is eligible for loan repayment assistance for up to a maximum of 4 years. The total annual loan repayment assistance for an eligible quality educator may not exceed \$3,000. The board of regents may require an eligible quality educator to provide documentation that the quality educator has exhausted repayment assistance from other federal, state, or local loan forgiveness, discharge, or repayment incentive programs.~~

(3) A quality educator is eligible for loan repayment assistance for no more than 3 years with the maximum annual loan repayment assistance not to exceed:

(a) \$3,000 after the first complete year of teaching in an impacted school;

(b) \$4,000 after the second complete year of teaching in the same impacted school or another impacted school within the same school district; and

(c) \$5,000 after the third complete year of teaching in the same impacted school or another impacted school within the same school district.

(3) The board of regents may remit payment of the loan on behalf of the quality educator in accordance with the requirements of this part and policies and procedures adopted by the board of regents."

{Internal References to 20-4-505: None.}

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Section 4. Section 20-4-506, MCA, is amended to read:

"20-4-506. Funding -- priorities. (1) If the funding for this part in any year is less than the total amount for which Montana quality educators qualify, the board of regents shall provide preference in the award of loan repayment assistance to quality educators working in the specific ~~schools~~ licensure or endorsement areas that are most impacted by quality educator shortages identified as provided in 20-4-503.

(2) If the funding for this part in any year is greater than the total amount for which Montana quality educators qualify, the board of public education shall consider expanding the number of impacted schools included in subsequent reports pursuant to 20-4-503.

~~(2)(3) This part may not be construed to require the provision of loan repayment assistance without an express appropriation for that purpose. This part may not be construed to require loan repayment assistance for school years prior to July 1, 2007."~~

{*Internal References to 20-4-506: None.*}

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