SENATE BILL No. 579

By Committee on Federal and State Affairs

4-28

AN ACT concerning education; relating to scholarship programs; establishing the homegrown Kansas leadership scholarship program; providing scholarships for individuals seeking a teaching degree or master's degree in education.

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

Section 1. (a) Section 1 et seq., and amendments thereto, shall be known and may be cited as the homegrown Kansas leadership scholarship act

- (b) As used in the homegrown Kansas leadership scholarship act:
- (1) "Qualified student" means a person who:
- (A) Is a resident of Kansas; and
- (B) (i) has been accepted for admission to or is enrolled in a course of instruction leading to licensure as a teacher; or
- (ii) is a licensed teacher who has been accepted for admission to, or is enrolled in, a course of instruction leading to a master's degree in the field of education.
- (2) "State educational institution" means the same as defined in K.S.A. 76-711, and amendments thereto.
- Sec. 2. (a) There is hereby established the homegrown Kansas leadership scholarship program. Such program shall be administered by the state board of regents.
- (b) The state board of regents shall adopt rules and regulations to implement and administer the homegrown Kansas leadership scholarship program and establish terms, conditions and obligations incorporated into the agreement entered into pursuant to section 4, and amendments thereto. The terms, conditions and obligations shall be consistent with this act and include, but not be limited to, the circumstances under which eligiblity for financial assistance under the program may be terminated, discharged or forgiven, the amount of money required to be repaid because of a failure to satisfy the obligations under such agreement and the method of repayment.
- (c) A homegrown Kansas leadership scholarship may be awarded to any qualified student and may be renewed for each student who remains qualified for the scholarship. A qualified student who receives a scholarship shall remain qualified for renewal of the scholarship if such student remains in good standing and makes satisfactory progress toward

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completion of the requirements of the course of instruction in which such student is enrolled.

- (d) Subject to appropriations, the amount of each scholarship shall be 80% of the cost of tuition for each semester that the qualified student is enrolled a course of instruction leading to teacher licensure or a master's degree in education.
- (e) If a student is not enrolled on a full-time basis, a student shall complete the course of instruction within the time period specified in the scholarship agreement and shall receive a proportionate amount of the scholarship allowed under subsection (d) based upon the number of hours enrolled in an academic period and computed as a fraction of the total number of credit hours required for full-time enrollment.
- Sec. 3. (a) An applicant for an award of a homegrown Kansas leadership scholarship shall apply for such scholarship on a form and in a manner determined by the state board of regents.
- (b) As a condition of receiving a scholarship under this act, an applicant shall enter into an agreement with the state board of regents or the state board's designee. Such agreement shall require each applicant who receives a homegrown Kansas leadership scholarship to:
- (1) Complete the required course of instruction as specified in the agreement;
- (2) obtain and maintain necessary licensure as specified in the agreement;
- (3) commence teaching or continue teaching on a full-time basis in Kansas in an accredited public or private elementary or secondary school within six months after licensure or earning a master's degree in accordance with the agreement and continue teaching on a full-time basis for a period of time as follows:
- (A) At least five years for an applicant accepted for admission to, or enrolled in, a course of instruction leading to licensure as a teacher; and
- (B) at least four years for an applicant who is a licensed teacher who has been accepted for admission to, or is enrolled in, a course of instruction leading to a master's degree in the field of education;
- (4) maintain records and make reports to the state board of regents as required by the state board to document the satisfaction of the obligations under this act and the agreement; and
- (5) upon failure to satisfy an agreement to engage in teaching as specified in the agreement and for the required period of time under such agreement, repay to the state amounts as provided in section 4, and amendments thereto.
- Sec. 4. (a) (1) Except as otherwise specified in the agreement, an obligation under any agreement entered into under the homegrown Kansas leadership scholarship program shall be postponed during any period of

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time due to:

- (A) Required active military service;
- (B) temporary medical disability to teach;
- (C) job-protected leave under the federal family and medical leave act of 1993; or
- (D) a determination by the state board of regents that the qualified student is unable to teach because of special circumstances.
- (2) Except for a postponement provided for in subparagraphs (B), (C) and (D), an obligation under an agreement entered into as provided in this act shall not be postponed for more than five years from the time the obligation was to commence under such agreement. An obligation postponed under subparagraph (B) shall be postponed during the period of time the medical disability exists. An obligation postponed under subparagraph (C) shall be postponed during the period of time the qualified student remains on federal family and medical leave act leave. An obligation postponed under subparagraph (D) shall be postponed during the period of time the state board of regents determines that the special circumstance exists.
- (b) An obligation under any agreement entered into as provided in this act shall be satisfied if the qualified student:
 - (1) Satisfies the requirements of the agreement;
- (2) is unable to satisfy the requirements due to the permanent disability or death of the qualified student;
- (3) fails to satisfy the requirements of the agreement after making the best possible effort to do so as determined by the state board of regents;
- (4) fails to satisfy the requirements for licensure to teach in Kansas or has been denied licensure after applying for a license to teach and making the best effort possible to obtain such license; or
- (5) is unable to obtain employment or continue in employment after making the best possible effort to do so.
- (c) Except as provided in this section, upon the failure of any person to satisfy the obligation under any agreement entered into under this act, the person shall pay to the state board of regents an amount equal to the total amount of moneys received by such person pursuant to such agreement plus accrued interest at a rate that is equivalent to the interest rate applicable to loans made under the federal PLUS program at the time such person first entered into an agreement. The amount of payment under this section shall be adjusted proportionately for full years of the obligation that have been satisfied. Installment payments of such amount may be made in accordance with the provisions of the agreement entered into by the person or, if no such provisions exist in such agreement, in accordance with rules and regulations of the state board of regents, except that such installment payments shall commence six months after the date

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of the action or circumstances that caused such person to fail to satisfy the obligations of such agreement as determined by the state board of regents based upon the circumstances of each individual case. Any amount paid to the state board of regents under this section shall be deposited in the homegrown Kansas leadership scholarship fund in accordance with section 5, and amendments thereto.

- (d) The state board of regents is authorized to turn over any repayment account arising under this act to a designated loan servicer or collection agency. The state shall not be involved in such action other than to receive payments from the loan servicer or collection agency at the interest rate prescribed in this section.
- Sec. 5. There is hereby established in the state treasury the homegrown Kansas leadership scholarship fund, which shall be administered by the state board of regents. All expenditures from the homegrown Kansas leadership scholarship fund shall be for scholarships awarded pursuant to the homegrown Kansas leadership scholarship program. All expenditures from the homegrown Kansas leadership scholarship fund shall be made in accordance with appropriation acts upon warrants of the director of accounts and reports issued pursuant to vouchers approved by the state board of regents. All moneys received by the state board of regents pursuant to this act shall be deposited in the state treasury in accordance with the provisions of K.S.A. 75-4215, and amendments thereto. Upon receipt of each such remittance, the state treasurer shall deposit the entire amount in the state treasury to the credit of the homegrown Kansas leadership scholarship fund.
- Sec. 6. This act shall take effect and be in force from and after its publication in the statute book.