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SENATE	KILL.	344

## 51ST LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2013

## INTRODUCED BY

Peter Wirth

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AN ACT

RELATING TO HIGHER EDUCATION; RAISING THE CAP FOR PUBLIC SERVICE ATTORNEY LOAN REPAYMENTS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

SECTION 1. Section 21-22F-5 NMSA 1978 (being Laws 2005, Chapter 83, Section 5, as amended) is amended to read:

"21-22F-5. LOAN REPAYMENT PROGRAM--PARTICIPANT ELIGIBILITY--AWARD CRITERIA.--

- A. An applicant shall be licensed to practice in New Mexico as an attorney and shall declare an intent to practice as an attorney in public service employment.
- B. Prior to submitting an application to the public service law loan repayment program, an applicant shall apply to all available legal education loan repayment programs offered by the applicant's law school for which the applicant

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qualifies.

- C. An applicant who intends to practice as an attorney in a public service employment position that earns more than [forty-five thousand dollars (\$45,000)] fifty-five thousand dollars (\$55,000) per year is not eligible for participation in the public service law loan repayment program.
- D. Prior to receiving a loan repayment award, the applicant shall file with the department:
- (1) a declaration of intent to practice as an attorney in public service employment;
- (2) proof of prior application to all legal education loan repayment programs offered by the applicant's law school for which the applicant qualifies; and
- applicant's total legal education debt, salary, any amounts received by the applicant from other law loan repayment programs and other sources of income deemed by the department as appropriate for consideration; provided that the applicant shall not be required to disclose amounts of income from military service.
  - E. Award criteria shall provide that:
- (1) preference in making awards shall be to applicants who:
- (a) have graduated from the university of New Mexico law school;

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2	based on legal education indebtedness and salary;
3	(c) work in public service employment
4	that has the lowest salaries; and
5	(d) work in public service employment in
6	underserved areas of New Mexico that are in greatest need of
7	attorneys practicing in public service employment;
8	(2) an applicant's employment as an attorney
9	in public service employment prior to participation in the
10	public service law loan repayment program shall not count as
11	time spent toward the minimum three-year period of service
12	requirement pursuant to the contract between the participating
13	attorney and the department acting on behalf of the state;
14	(3) award amounts are dependent upon the
15	applicant's total legal education debt, salary and sources of
16	income other than income from military service deemed by the
17	department as appropriate for consideration;
18	(4) award amounts may be modified based upon
19	available funding or other special circumstances;
20	(5) an award shall not exceed the total legal
21	education debt of any participant;
22	(6) award amounts shall be reduced by the sum
23	of the total award amounts received by the participant from
24	other legal education loan repayment programs; and
25	(7) an award determination may be appealed to
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(b) have the greatest financial need

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the secretary of higher education.

The following legal education debts are not eligible for repayment pursuant to the Public Service Law Loan Repayment Act:

- (1) amounts incurred as a result of participation in state or law school loan-for-service programs or other state or law school programs whose purposes state that service be provided in exchange for financial assistance;
- scholarships that have a service component (2) or obligation;
- (3) personal loans from relatives or friends; and
- loans that exceed individual standard (4) school expense levels."

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