1	HOUSE BILL 371
2	56TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2023
3	INTRODUCED BY
4	Elizabeth "Liz" Thomson and Tara Jaramillo and Kathleen Cates
5	and Christine Trujillo and Joanne J. Ferrary
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10	AN ACT
11	RELATING TO HIGHER EDUCATION; CHANGING THE SHORT TITLE OF
12	CHAPTER 21, ARTICLE 22H NMSA 1978 TO THE "SCHOOL PERSONNEL LOAN
13	REPAYMENT ACT"; INCLUDING INSTRUCTIONAL SUPPORT PROVIDERS IN
14	THE ACT.
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16	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:
17	SECTION 1. Section 21-22H-1 NMSA 1978 (being Laws 2013,
18	Chapter 177, Section 1, as amended) is amended to read:
19	"21-22H-1. SHORT TITLEChapter 21, Article 22H NMSA
20	1978 may be cited as the "[Teacher] <u>School Personnel</u> Loan
21	Repayment Act"."
22	SECTION 2. Section 21-22H-2 NMSA 1978 (being Laws 2013,
23	Chapter 177, Section 2) is amended to read:
24	"21-22H-2. PURPOSEThe purpose of the [Teacher] <u>School</u>
25	<u>Personnel</u> Loan Repayment Act is to increase the number of
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1	teachers in designated [high-risk] <u>high-need</u> teacher positions
2	and to increase the number of instructional support providers
3	in public schools through an educational loan repayment
4	program. The act provides for repayment of the principal and
5	reasonable interest accrued on loans obtained from the federal
6	government for teacher and instructional support provider
7	education purposes."
8	SECTION 3. Section 21-22H-3 NMSA 1978 (being Laws 2013,
9	Chapter 177, Section 3, as amended) is amended to read:
10	"21-22H-3. DEFINITIONSAs used in the [Teacher] <u>School</u>
11	<u>Personnel</u> Loan Repayment Act:
12	A. "department" means the higher education
13	department;
14	B. "designated high-need teacher positions" means
15	teacher positions in specific public schools that are:
16	(1) for teachers who are endorsed and teach
17	bilingual education;
18	(2) for teachers who are endorsed and teach
19	early childhood education or special education;
20	(3) for teachers who are endorsed and teach
21	science, technology, engineering, mathematics or career
22	technical education courses; or
23	(4) for teachers who are minorities; and
24	(5) in a public school that is low-performing
25	or serves a high percentage of economically disadvantaged
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1 students; [and]

2	C. "instructional support provider" means a person
3	who is employed to support the instructional program of a
4	school district or charter school, including an educational
5	assistant, school counselor, educational diagnostician, social
6	worker, school nurse, speech-language pathologist,
7	psychologist, physical therapist, physical therapy assistant,
8	occupational therapist, occupational therapy assistant,
9	recreational therapist, behavior specialist, marriage and
10	family therapist, interpreter for the deaf, rehabilitation
11	counselor, behavioral therapist, alcohol, drug and substance
12	abuse counselor, substance abuse associate and other
13	practitioners designated by law or rule of the department;
14	[C.] <u>D.</u> "loan" means a grant of money to defray the
15	costs incidental to a [teacher] <u>teacher's or instructional</u>
16	support provider's education, under a contract between the
17	federal government and a teacher or instructional support
18	provider, requiring repayment of principal and interest; and
19	E. "school personnel" means teachers and
20	instructional support providers."
21	SECTION 4. Section 21-22H-4 NMSA 1978 (being Laws 2013,
22	Chapter 177, Section 4, as amended) is amended to read:

"21-22H-4. DEPARTMENT POWERS AND DUTIES--[TEACHER] <u>SCHOOL</u> <u>PERSONNEL</u> ELIGIBILITY--QUALIFICATIONS.--

A. The department may grant a loan repayment award .224655.1

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to repay loans obtained [for the teacher] by school personnel for educational expenses [of a teacher] upon such terms and conditions as may be imposed by rules of the department.

4 Β. Applicants shall be New Mexico licensed [New 5 Mexico teachers] school personnel who are bona fide citizens and residents of the United States and of New Mexico and have 6 7 taught or provided instructional support for at least three 8 years in New Mexico. High priority shall be given to 9 applicants who are teaching in designated high-need teacher 10 positions or providing instructional support in instructional 11 support provider positions in the state.

C. The department and the public education department shall jointly make a full and careful investigation of the ability and qualifications of each applicant and determine the fitness of [a teacher] the applicant to participate in the [teacher] school personnel loan repayment program."

SECTION 5. Section 21-22H-5 NMSA 1978 (being Laws 2013, Chapter 177, Section 5, as amended) is amended to read:

"21-22H-5. LOAN REPAYMENT AWARD CRITERIA--CONTRACT TERMS--PAYMENT.--

A. Loan repayment award criteria shall provide that:

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1 for the designated high-need teacher position or instructional 2 support provider position, as determined by the public 3 education department, the [teacher's] applicant's total 4 [teacher] applicable education indebtedness and available 5 balances in the [teacher] school personnel loan repayment fund; 6 (2)award amounts for other [teachers] 7 applicants shall be based on the need for a teacher or 8 instructional support provider position that can be filled by 9 the applicant, as determined by the public education 10 department, the [teacher's] applicant's total [teacher] 11 applicable education indebtedness and available balances in the 12 [teacher] school personnel loan repayment fund; 13 (3) preference in making awards shall be to 14 [teachers] applicants who have graduated from a New Mexico 15 public post-secondary educational institution; 16 award amounts shall not exceed six (4) 17 thousand dollars (\$6,000) per year and may be modified based 18 upon funding availability or other special circumstances; and 19 (5) the total amount of awards made to any one 20 teacher or instructional support provider shall not exceed the 21 total [teacher] applicable education indebtedness remaining for 22 that teacher or instructional support provider. 23 The following [teacher] education debts are not Β. 24 eligible for repayment pursuant to the [Teacher] School 25 Personnel Loan Repayment Act: .224655.1

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1 (1) amounts incurred as a result of 2 participation in state loan-for-service programs or other state 3 programs whose purpose states that service be provided in 4 exchange for financial assistance; 5 scholarships that have a service component (2)or obligation; 6 7 (3) loans from a commercial lender; personal loans from friends or relatives; 8 (4) 9 and 10 loans that exceed individual standard (5) 11 school expense levels. 12 C. Every loan repayment award shall be evidenced by a contract between the teacher or instructional support 13 14 provider and the department acting on behalf of the state. The 15 contract shall provide for the payment by the state of a stated 16 sum each year to the teacher's or instructional support 17 provider's federal government lender not to exceed six thousand 18 dollars (\$6,000) per year and shall state the obligations of 19 the teacher or instructional support provider under the 20 program, including a minimum two-school-year period of service, 21 quarterly reporting requirements and other obligations 22 established by the department. Execution of contracts shall 23 occur prior to the start of a school year and the two-school-24 year period of service starts at the execution of the contract. 25 D. The department shall make annual payments

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pursuant to contracts only after satisfactory completion of a full year of teaching <u>or instructional support</u> as certified by the public education department. The contract of any teacher <u>or instructional support provider</u> who does not complete a full year of teaching <u>or instructional support</u> shall be voided, and the teacher <u>or instructional support provider</u> shall forfeit any right to that year's payment pursuant to the contract.

8 E. Each contract shall be for an initial two-year
9 period and may be extended for three additional two-year
10 contracts. The department shall not enter into any contracts
11 with a single teacher or instructional support provider for
12 more than eight years of repayment.

F. Loan repayment awards shall be in the form of payments from the [teacher] school personnel loan repayment fund directly to the federal government lender of a teacher or instructional support provider who has received the award and shall be considered a payment on behalf of the teacher or instructional support provider pursuant to the contract between the department and the teacher or instructional support provider. A loan repayment award shall not obligate the state or the department to the teacher's or instructional support provider's federal government lender for any other payment and shall not be considered to create any privity of contract between the state or the department and the lender.

G. The department, after consulting with the public .224655.1

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1 education department, shall adopt rules to implement the 2 provisions of the [Teacher] School Personnel Loan Repayment 3 The rules shall provide: Act. 4 a procedure for determining the amount of (1) 5 a loan that will be repaid for each year of service; and 6 (2) for the disbursement of loan repayment 7 awards to a teacher's or instructional support provider's 8 federal government lender in annual installments after completion of each qualifying full year of teaching or 9 10 instructional support." 11 SECTION 6. Section 21-22H-6 NMSA 1978 (being Laws 2013, 12 Chapter 177, Section 6) is amended to read: 13 "21-22H-6. CONTRACTS--ENFORCEMENT.--The general form of a 14 contract required pursuant to the [Teacher] School Personnel 15 Loan Repayment Act shall be prepared and approved by the 16 attorney general, and each contract shall be signed by the 17 teacher or instructional support provider and the designated 18 representative of the department on behalf of the state. The 19 department is vested with full and complete authority and power 20 to sue in its own name for any balance due the state from a 21 teacher or instructional support provider under any such 22 contract." 23 SECTION 7. Section 21-22H-7 NMSA 1978 (being Laws 2013, 24 Chapter 177, Section 7, as amended) is amended to read:

"21-22H-7. [TEACHER] <u>SCHOOL PERSONNEL</u> LOAN REPAYMENT FUND .224655.1

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CREATED--METHOD OF PAYMENT.--The "[teacher] school personnel 1 2 loan repayment fund" is created in the state treasury. All 3 money appropriated for the [teacher] school personnel loan 4 repayment program shall be credited to the fund, and any 5 repayment of awards and interest received by the department shall be credited to the fund. Income from the fund shall be 6 7 credited to the fund, and balances in the fund shall not revert 8 to any other fund. Money in the fund is subject to 9 appropriation by the legislature to the department for making 10 loan repayment awards pursuant to the [Teacher] School 11 Personnel Loan Repayment Act. All payments for loan repayment 12 awards shall be made upon vouchers signed by the designated 13 representative of the department and upon a warrant issued by 14 the secretary of finance and administration."

SECTION 8. Section 21-22H-8 NMSA 1978 (being Laws 2013, Chapter 177, Section 8) is amended to read:

"21-22H-8. CANCELLATION.--The department may cancel any contract made between it and a teacher <u>or instructional support</u> <u>provider</u> pursuant to the [Teacher] <u>School Personnel</u> Loan Repayment Act for any reasonable cause deemed sufficient by the department."

SECTION 9. Section 21-22H-9 NMSA 1978 (being Laws 2013, Chapter 177, Section 9, as amended) is amended to read:

"21-22H-9. REPORTS.--Prior to each regular session of the legislature, the department shall make annual reports to the .224655.1

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1 governor and the legislature of the department's activities 2 pertaining to the [Teacher] School Personnel Loan Repayment 3 Act; the loan repayment awards granted; the names and addresses of [teachers] school personnel who received loan repayment 4 5 awards; the names and locations of the positions filled by 6 those [teachers] school personnel; the name of each teacher or 7 instructional support provider who received a loan repayment 8 award who is not serving in a designated high-need teacher 9 position or instructional support provider position, the amount 10 owed on each teacher's or instructional support provider's loan 11 and the amount paid on each teacher's or instructional support 12 provider's loan by loan repayment awards; and the number of 13 [teachers] school personnel whose contracts were voided because 14 they did not complete a full year of teaching or instructional 15 support."

SECTION 10. EFFECTIVE DATE.--The effective date of the provisions of this act is July 1, 2023.

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