LEGISLATURE OF NEBRASKA

ONE HUNDRED EIGHTH LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 986

Introduced by Linehan, 39.

Read first time January 05, 2024

Committee:

- A BILL FOR AN ACT relating to the Teach in Nebraska Today Act; to amend sections 79-8,146, 79-8,147, 79-8,148, 79-8,149, 79-8,150, 79-8,151, and 79-8,152, Revised Statutes Cumulative Supplement, 2022; to terminate provisions relating to loan repayment assistance under the act as prescribed; to provide for grants to teachers under the act as prescribed; to increase the program amount limitation; to harmonize provisions; to repeal the original sections; and to declare an emergency.
- 9 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 79-8,146, Revised Statutes Cumulative Supplement,

- 2 2022, is amended to read:
- 3 79-8,146 Sections 79-8,146 to 79-8,153 <u>and section 5 of this act</u>
- 4 shall be known and may be cited as the Teach in Nebraska Today Act.
- 5 Sec. 2. Section 79-8,147, Revised Statutes Cumulative Supplement,
- 6 2022, is amended to read:
- 7 79-8,147 For purposes of the Teach in Nebraska Today Act:
- 8 (1) Default has the same meaning as in 20 U.S.C. 1085, as such
- 9 section existed on January 1, 2022;
- 10 (2) Department means the State Department of Education;
- 11 (3) Grant means a grant for beginning or continuing service as a
- 12 <u>classroom teacher under the Teach in Nebraska Today Act;</u>
- 13 (4) (3) Program means the Teach in Nebraska Today Program created in
- 14 section 79-8,148; and
- 15 (5) (4) Teaching full-time means (a) teaching an average of at least
- 16 four hours per contract day performing instructional duties as a full-
- 17 time employee of an approved or accredited public, private,
- 18 denominational, or parochial school in this state or (b) teaching an
- 19 average of at least four hours per contract day performing dual-credit
- 20 instructional duties for students of approved or accredited public,
- 21 private, denominational, or parochial schools in this state while
- 22 employed full-time at an accredited public or private nonprofit college
- 23 or university in this state.
- 24 Sec. 3. Section 79-8,148, Revised Statutes Cumulative Supplement,
- 25 2022, is amended to read:
- 26 79-8,148 The Teach in Nebraska Today Program is created. The
- 27 department shall administer the program. The purpose of the program is to
- 28 attract individuals to the teaching profession who have expressed an
- 29 interest in teaching and to support the employment of those individuals
- 30 as classroom teachers by providing student loan repayment assistance <u>or</u>
- 31 grants for service as a classroom teacher in this state.

1 Sec. 4. Section 79-8,149, Revised Statutes Cumulative Supplement,

- 2 2022, is amended to read:
- 3 79-8,149 (1) Prior to the effective date of this act, student
- 4 Student loan repayment assistance under the program shall be available to
- 5 an individual who applies for the assistance and who:
- 6 (a) Is a resident of the State of Nebraska; and
- 7 (b) Is teaching full-time or has a contract to teach full-time at
- 8 the time of application for the program.
- 9 (2) The amount of repayment assistance awarded to an eligible
- 10 applicant pursuant to this section shall be limited to five thousand
- 11 dollars per year. An eligible applicant may be awarded repayment
- 12 assistance for applications approved prior to the effective date of this
- 13 act for up to five years. The five years of awards are not required to be
- 14 consecutive but shall not extend beyond eight years in total.
- 15 (3) If the funds available for repayment assistance in any year are
- 16 insufficient to provide assistance to all eligible applicants described
- 17 in subsection (1) of this section, the department shall establish
- 18 priorities for awarding repayment assistance with renewal applications
- 19 given priority over initial applications. For initial applications,
- 20 priority shall be given to applicants who demonstrate financial need.
- 21 (4) An eligible applicant may receive repayment assistance under the
- 22 program for the repayment of a student loan received through any lender
- 23 which was incurred in the applicant's own name for his or her own
- 24 educational expenses at any accredited public or private nonprofit
- 25 college or university in this state or any other state. If the loan is
- 26 not a state or federal guaranteed student loan, the note or other writing
- 27 governing the terms of the loan must require the loan proceeds to be used
- 28 for expenses incurred by the applicant to attend an accredited public or
- 29 private nonprofit college or university in this state or any other state.
- 30 (5) No additional applications for repayment assistance shall be
- 31 approved after the effective date of this act.

- 1 Sec. 5. (1) Beginning on the effective date of this act, a grant
- 2 under the program shall be available to an individual who applies for the
- 3 grant and who:
- 4 (a) Is a resident of the State of Nebraska;
- 5 (b) Is teaching full-time or has a contract to teach full-time at
- 6 the time of the application for the program;
- 7 (c) Has taught in Nebraska five years or less at the time of the
- 8 <u>application or renewal; and</u>
- 9 (d) Has an individual income that is less than fifty-five thousand
- 10 dollars per year; and
- 11 (2) The amount of a grant awarded to an eligible applicant pursuant
- 12 <u>to this section shall be limited to five thousand dollars per year. An</u>
- 13 eligible applicant may be awarded a grant for up to five years.
- 14 (3) If the funds available for grants in any year are insufficient
- 15 to provide grants to all eligible applicants described in subsection (1)
- 16 <u>of this section, the department shall establish priorities to award</u>
- 17 grants with renewal applications given priority over initial
- 18 <u>applications</u>. For initial applications, priority shall be given to
- 19 <u>applicants who demonstrate financial need.</u>
- 20 Sec. 6. Section 79-8,150, Revised Statutes Cumulative Supplement,
- 21 2022, is amended to read:
- 22 79-8,150 (1) Applications for student loan repayment assistance
- 23 must be submitted no later than June 10, 2023, and no later than June 10
- 24 of each year thereafter, on a form developed by the department. The
- 25 department shall determine whether to approve or deny each application
- 26 and shall notify each applicant of such determination no later than
- 27 September 10, 2023, and no later than September 10 of each year
- 28 thereafter. Repayment assistance awarded under the program shall be paid,
- 29 in whole or in part as provided in section 79-8,151, no later than
- 30 November 10, 2023, and no later than November 10 of each year thereafter
- 31 for an application approved prior to the effective date of this act. No

1 new applications for loan repayment assistance shall be approved after

- 2 the effective date of this act.
- 3 (2) Applications for a grant must be submitted no later than July
- 4 10, 2024, and no later than July 10 each year thereafter, on a form and
- 5 <u>in a manner prescribed by the department. The department shall determine</u>
- 6 whether to approve or deny each application and shall notify each
- 7 applicant of such determination no later than October 10, 2024, and no
- 8 later than October 10 of each year thereafter. Grants awarded under the
- 9 program shall be paid directly to the applicant no later than December
- 10 10, 2024, and no later than December 10 of each year thereafter.
- 11 Sec. 7. Section 79-8,151, Revised Statutes Cumulative Supplement,
- 12 2022, is amended to read:
- 13 79-8,151 (1) For applications approved prior to the effective date
- 14 of this act, student Student loan repayment assistance awarded under the
- 15 program may be applied to the principal amount of the loan and to
- 16 interest that accrues. The repayment assistance shall be paid in one of
- 17 the following three ways as directed by the applicant on his or her
- 18 application:
- 19 (a) Directly to the lender or loan servicer that holds the
- 20 outstanding balance of the student loan in one lump-sum payment;
- 21 (b) Directly to the lender or loan servicer that holds the
- 22 outstanding balance of the student loan in monthly payments. Such monthly
- 23 payments shall be made:
- 24 (i) In twelve equal payments; or
- 25 (ii) If requested by the applicant, in smaller amounts over a longer
- 26 period of time, not to exceed twenty-four months. In such case, payments
- 27 shall be equal for the first twelve months or until such time as the
- 28 applicant's payment amount is recalculated by the lender or loan servicer
- 29 and then, if adjusted, shall be equal for the next twelve-month period.
- 30 Any unpaid funds at the end of twenty-four months may be requested to be
- 31 paid in a lump-sum payment to the lender or loan servicer or shall be

- 1 considered forfeited by the applicant. Applicants who are awarded
- 2 repayment assistance in more than one year may have their awards divided
- 3 across no more than one hundred twenty monthly payments under the
- 4 program; or
- 5 (c) Directly to the applicant for the purpose of making the
- 6 applicant's student loan payments. This subdivision shall only be
- 7 available if the applicant is not in default on any student loan at the
- 8 time of application. Any individual receiving repayment assistance under
- 9 this subdivision must provide documentation that the full award was used
- 10 for student loan payments when (i) applying for repayment assistance
- 11 under the program in subsequent years and (ii) claiming an adjustment to
- 12 federal adjusted gross income pursuant to section 77-2716. Such
- 13 documentation shall be provided using a form prescribed by the
- 14 department.
- 15 (2) The department may contract with a third-party vendor to
- 16 administer the repayment assistance provided pursuant to the program.
- 17 Sec. 8. Section 79-8,152, Revised Statutes Cumulative Supplement,
- 18 2022, is amended to read:
- 19 79-8,152 The total amount of student loan repayment assistance
- 20 awarded pursuant to the program shall not exceed five million dollars—in
- 21 any fiscal year. The total amount of grants awarded pursuant to the
- 22 program shall not exceed ten million dollars in any fiscal year.
- 23 Sec. 9. Original sections 79-8,146, 79-8,147, 79-8,148, 79-8,149,
- 24 79-8,150, 79-8,151, and 79-8,152, Revised Statutes Cumulative Supplement,
- 25 2022, are repealed.
- 26 Sec. 10. Since an emergency exists, this act takes effect when
- 27 passed and approved according to law.