## AMENDMENTS TO LB 547

Introduced by Education.

1. Strike the original sections and insert the following
 2 new sections:

3 Section 1. Section 9-812, Reissue Revised Statutes of
4 Nebraska, is amended to read:

5 9-812 (1) All money received from the operation of 6 lottery games conducted pursuant to the State Lottery Act in 7 Nebraska shall be credited to the State Lottery Operation Trust 8 Fund, which fund is hereby created. All payments of the costs of establishing and maintaining the lottery games shall be made 9 10 from the State Lottery Operation Cash Fund. In accordance with 11 legislative appropriations, money for payments for expenses of the 12 division shall be transferred from the State Lottery Operation 13 Trust Fund to the State Lottery Operation Cash Fund, which fund is hereby created. All money necessary for the payment of lottery 14 15 prizes shall be transferred from the State Lottery Operation Trust 16 Fund to the State Lottery Prize Trust Fund, which fund is hereby created. The amount used for the payment of lottery prizes shall 17 18 not be less than forty percent of the dollar amount of the lottery 19 tickets which have been sold.

20 (2) (a) Beginning October 1, 2003, and until July 1, 2009, 21 a portion of the dollar amount of the lottery tickets which have 22 been sold on an annualized basis shall be transferred from the 23 State Lottery Operation Trust Fund to the Education Innovation

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Fund, the Nebraska Scholarship Fund, the Nebraska Environmental
 Trust Fund, the Nebraska State Fair Board, and the Compulsive
 Gamblers Assistance Fund, except that the dollar amount transferred
 shall not be less than the dollar amount transferred to the funds
 in fiscal year 2002-03.

6 (b) On and after July 1, 2009, at least twenty-five 7 percent of the dollar amount of the lottery tickets which have been 8 sold on an annualized basis shall be transferred from the State 9 Lottery Operation Trust Fund to the Education Innovation Fund, 10 the Nebraska Scholarship Fund, the Nebraska Environmental Trust 11 Fund, the Nebraska State Fair Board, and the Compulsive Gamblers 12 Assistance Fund.

(3) Of the money available to be transferred to the
Education Innovation Fund, the Nebraska Scholarship Fund, the
Nebraska Environmental Trust Fund, the Nebraska State Fair Board,
and the Compulsive Gamblers Assistance Fund:

17 (a) The first five hundred thousand dollars shall be
18 transferred to the Compulsive Gamblers Assistance Fund to be used
19 as provided in section 71-817;

20 (b) Nineteen and three-fourths percent of the money 21 remaining after the payment of prizes and operating expenses and 22 the initial transfer to the Compulsive Gamblers Assistance Fund 23 shall be transferred to the Education Innovation Fund;

(c) Twenty-four and three-fourths percent of the money
remaining after the payment of prizes and operating expenses and
the initial transfer to the Compulsive Gamblers Assistance Fund
shall be transferred to the Nebraska Scholarship Fund;

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1 (d) Forty-four and one-half percent of the money 2 remaining after the payment of prizes and operating expenses and 3 the initial transfer to the Compulsive Gamblers Assistance Fund 4 shall be transferred to the Nebraska Environmental Trust Fund to be 5 used as provided in the Nebraska Environmental Trust Act;

6 (e) Ten percent of the money remaining after the payment 7 of prizes and operating expenses and the initial transfer to 8 the Compulsive Gamblers Assistance Fund shall be transferred to 9 the Nebraska State Fair Board if the most populous city within 10 the county in which the fair is located provides matching funds 11 equivalent to ten percent of the funds available for transfer. Such 12 matching funds may be obtained from the city and any other private or public entity, except that no portion of such matching funds 13 14 shall be provided by the state. If the Nebraska State Fair ceases 15 operations, ten percent of the money remaining after the payment 16 of prizes and operating expenses and the initial transfer to the 17 Compulsive Gamblers Assistance Fund shall be transferred to the General Fund; and 18

(f) One percent of the money remaining after the payment of prizes and operating expenses and the initial transfer to the Compulsive Gamblers Assistance Fund shall be transferred to the Compulsive Gamblers Assistance Fund to be used as provided in section 71-817.

(4) (a) The Education Innovation Fund is created. At least
seventy-five percent of the lottery proceeds allocated to the
Education Innovation Fund shall be available for disbursement.

27 (b) For fiscal year 2005-06, the Education Innovation

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Fund shall be allocated as follows: The first one million dollars shall be transferred to the School District Reorganization Fund, and the remaining amount shall be allocated to the General Fund after operating expenses for the Excellence in Education Council are deducted.

(c) For fiscal year 2006-07, the Education Innovation 6 7 Fund shall be allocated as follows: The first two hundred fifty 8 thousand dollars shall be transferred to the Attracting Excellence 9 to Teaching Program Cash Fund to fund the Attracting Excellence 10 to Teaching Program Act, the next one million dollars shall be transferred to the School District Reorganization Fund, and 11 12 the amount remaining in the Education Innovation Fund shall be allocated, after administrative expenses, for distance education 13 14 equipment and incentives pursuant to sections 79-1336 and 79-1337.

15 (d) For fiscal year 2007-08, the Education Innovation 16 Fund shall be allocated as follows: The first five hundred thousand 17 dollars shall be transferred to the Attracting Excellence to Teaching Program Cash Fund to fund the Attracting Excellence to 18 Teaching Program Act, and the amount remaining in the Education 19 Innovation Fund shall be allocated, after administrative expenses, 20 for distance education equipment and incentives pursuant to 21 22 sections 79-1336 and 79-1337.

(e) For fiscal year 2008-09, the Education Innovation
Fund shall be allocated as follows: The first seven hundred
fifty thousand dollars shall be transferred to the Attracting
Excellence to Teaching Program Cash Fund to fund the Attracting
Excellence to Teaching Program Act, and the amount remaining in the

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Education Innovation Fund shall be allocated, after administrative
 expenses, for distance education equipment and incentives pursuant
 to sections 79-1336 and 79-1337.

(f) For fiscal years 2009-10 through 2015-16, 4 the 5 Education Innovation Fund shall be allocated as follows: The first one million dollars shall be transferred to the Attracting 6 7 Excellence to Teaching Program Excellence in Teaching Cash Fund to 8 fund the Attracting Excellence to Teaching Program Excellence in 9 Teaching Act, and the amount remaining in the Education Innovation 10 Fund shall be allocated, after administrative expenses, for 11 distance education equipment and incentives pursuant to sections 12 79-1336 and 79-1337.

(g) For fiscal year 2016-17 and each fiscal year
thereafter, the Education Innovation Fund shall be allocated,
after administrative expenses, for education purposes as provided
by the Legislature.

17 (5) Any money in the State Lottery Operation Trust 18 Fund, the State Lottery Operation Cash Fund, the State Lottery 19 Prize Trust Fund, or the Education Innovation Fund available 20 for investment shall be invested by the state investment officer 21 pursuant to the Nebraska Capital Expansion Act and the Nebraska 22 State Funds Investment Act.

(6) Unclaimed prize money on a winning lottery ticket shall be retained for a period of time prescribed by rules and regulations. If no claim is made within such period, the prize money shall be used at the discretion of the Tax Commissioner for any of the purposes prescribed in this section.

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Sec. 2. Section 79-808, Reissue Revised Statutes of
 Nebraska, is amended to read:

3 79-808 (1) The board shall establish, adopt, and 4 promulgate appropriate rules, regulations, and procedures governing 5 the issuance, renewal, conversion, suspension, and revocation of certificates and permits to teach, provide special services, and 6 7 administer based upon (a) earned college credit in humanities, 8 social and natural sciences, mathematics, or career and technical 9 education, (b) earned college credit, or its equivalent in 10 professional education, for particular teaching, special services, 11 or administrative assignments, (c) criminal history record information if the applicant has not been a continuous Nebraska 12 resident for five years immediately preceding application for the 13 14 first issuance of a certificate, (d) human relations training, 15 (e) successful teaching, administration, or provision of special 16 services, and (f) moral, mental, and physical fitness for 17 teaching, all in accordance with sound educational practices. 18 Such rules, regulations, and procedures shall also provide for 19 endorsement requirements to indicate areas of specialization on 20 such certificates and permits.

(2) The board may issue a temporary certificate, valid
for a period not to exceed two years, to any applicant for
certification who has not completed the human relations training
requirement.

25 (3) Members of any advisory committee established by the 26 board to assist the board in teacher education and certification 27 matters shall be reimbursed for their actual and necessary expenses

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as provided in sections 81-1174 to 81-1177. Each school district 1 2 which has an employee who serves as a member of such committee 3 and which is required to hire a person to replace such member 4 during the member's attendance at meetings or activities of the 5 committee or any subcommittee thereof shall be reimbursed from the Certification Fund for the expense it incurs from hiring a 6 7 replacement. School districts may excuse employees who serve on 8 such advisory committees from certain duties which conflict with 9 any advisory committee duties.

Sec. 3. Section 79-8,132, Reissue Revised Statutes of
Nebraska, is amended to read:

12 79-8,132 Sections 79-8,132 to 79-8,140 and sections 8 to 13 <u>12 of this act</u> shall be known and may be cited as the Attracting 14 Excellence to Teaching Program Act. Excellence in Teaching Act and 15 shall include the Attracting Excellence to Teaching Program and the 16 Enhancing Excellence in Teaching Program.

Sec. 4. Section 79-8,133, Reissue Revised Statutes of
Nebraska, is amended to read:

19 79-8,133 <u>The Attracting Excellence to Teaching Program</u>
 20 <u>is created.</u> For purposes of the Attracting Excellence to Teaching
 21 Program: Act:

22 (1) Department means the State Department of Education;

(2) Eligible institution means a not-for-profit college
or university which (a) is located in Nebraska, (b) is accredited
by the North Central Association of Colleges and Schools, (c) has a
teacher education program, accredited by the department, and (d) if
a privately funded college or university, has not opted out of the

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1 act pursuant to rules and regulations;

2 (3) Eligible student means an individual who (a) is a 3 full-time student, (b) is enrolled in an eligible institution in a 4 an undergraduate or a graduate teacher education  $program_7$  and (c) 5 working toward his or her initial certificate to teach in Nebraska, (c) if enrolled at a state-funded eligible institution, is a 6 7 resident student as described in section 85-502 or, if enrolled in 8 a privately funded eligible institution, would be deemed a resident 9 student if enrolled in a state-funded eligible institution, and 10 (d) for applicants applying for the first time on or after the effective date of this act, is a student majoring in a shortage 11 12 area;

13 (4) Full-time student means, in the aggregate, the 14 equivalent of a student who in a twelve-month period is enrolled 15 in thirty twenty-four semester credit hours or forty-five quarter 16 credit hours for undergraduate students or eighteen semester credit 17 hours for graduate students of classroom, laboratory, clinical, 18 practicum, or independent study course work; and

19 (5) Majoring in a shortage area means pursuing a degree
20 which will allow an individual to be properly endorsed to teach in
21 a shortage area;

22 (6) Shortage area means a secular field of teaching for 23 which there is a shortage, as determined by the department, of 24 properly endorsed teachers at the time the borrower first receives 25 funds pursuant to the program; and

26 (5) (7) Teacher education program means a program of 27 study which results in obtaining a bachelor's degree which meets

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1 the education requirements for certification pursuant to sections 2 79-806 to 79-815. approved by the State Board of Education pursuant 3 to subdivision (5)(g) of section 79-318. Sec. 5. Section 79-8,134, Reissue Revised Statutes of 4 5 Nebraska, is amended to read: 79-8,134 The purposes of the Attracting Excellence to 6 7 Teaching Program is created. The purposes of the program are to: 8 (1) Attract outstanding students to major in shortage 9 areas at the teacher education programs of Nebraska's postsecondary 10 educational institutions; 11 (2) Retain resident students and graduates as teachers in 12 the accredited or approved public and private schools of Nebraska; 13 and 14 (3) Establish a loan contract that requires a borrower to 15 obtain employment as a teacher in this state after graduation. Sec. 6. Section 79-8,135, Reissue Revised Statutes of 16 17 Nebraska, is amended to read: 18 79-8,135 (1) The State Department of Education department 19 shall administer the Attracting Excellence to Teaching Program either directly or by contracting with a public or private entity. 20 21 entities. 22 (2) To be eligible for the program, an eligible student 23 shall: 24 (a) Graduate in the top quarter of his or her high school 25 class or have a minimum cumulative grade-point average of 3.0 on a 26 four-point scale in an eligible institution; 27 (b) Agree to complete a teacher education program at an

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AM365 AM365 LB547 LB547 MHF-02/18/2009 MHF-02/18/2009 eligible institution and, for applicants applying for the first 1 2 time on or after the operative date of this section, to complete 3 the major on which the applicant's eligibility is based; and 4 (c) Commit to teach in an accredited or approved public 5 or private school in Nebraska upon (i) successful completion of a the teacher education program at an eligible institution 6 and becoming certified for which the applicant is applying to 7 8 the Attracting Excellence to Teaching Program and (ii) becoming 9 certified pursuant to sections 79-806 to 79-815. 10 (3) Eligible students may apply on an annual basis for 11 loans in an amount of not more than two thousand five hundred 12 three thousand dollars per year. Priorities for loans shall be to eligible students who are majoring in subject shortage areas as 13 14 defined by the department. Loans awarded to individual students 15 shall not exceed a cumulative period exceeding five consecutive 16 years. Loans shall only be awarded through an eligible institution. 17 and Loans shall be funded pursuant to section 79-8,136. 12 of this 18 act. Sec. 7. Section 79-8,137, Reissue Revised Statutes of 19 20 Nebraska, is amended to read: 21 79-8,137 (1) Prior to receiving any money from a loan 22 pursuant to the Attracting Excellence to Teaching Program, an 23 eligible student shall enter into a contract with the department. Such contract shall be exempt from the requirements of sections 24 25 73-501 to 73-509.

26 (a) For eligible students who applied for the first time
27 prior to the operative date of this section, the The contract

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shall require that if (a) (i) the borrower is not employed as a 1 2 teacher in Nebraska for a time period equal to the number of years 3 required for loan forgiveness pursuant to subsection (2) of this 4 section and is not enrolled as a full-time student in a graduate 5 program within six months after obtaining an undergraduate degree for which a loan from the program was obtained or <del>(b)</del> (ii) the 6 7 borrower does not complete the requirements for graduation within 8 five consecutive years after receiving the initial loan under 9 the program, then the loan must be repaid, with interest at the 10 rate fixed pursuant to section 45-103 accruing as of the date 11 the borrower signed the contract, and an appropriate penalty as 12 determined by the department may be assessed. If a borrower fails to remain enrolled at an eligible institution or otherwise fails to 13 14 meet the requirements of an eligible student, repayment of the loan 15 shall commence within six months after such change in eligibility. 16 The State Board of Education may by rules and regulations provide 17 for exceptions to the conditions of repayment pursuant to this subsection based upon mitigating circumstances. 18

19 (b) For eligible students who apply for the first time on or after the operative date of this section, the contract shall 20 21 require that if (i) the borrower is not employed as a full-time 22 teacher teaching in an approved or accredited school in Nebraska 23 and teaching at least a portion of the time in the shortage 24 area for which the loan was received for a time period equal 25 to the number of years required for loan forgiveness pursuant to 26 subsection (3) of this section and is not enrolled as a full-time 27 student in a graduate program within six months after obtaining

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an undergraduate degree for which a loan from the program was 1 2 obtained or (ii) the borrower does not complete the requirements 3 for graduation within five consecutive years after receiving the 4 initial loan under the program, then the loan shall be repaid with 5 interest at the rate fixed pursuant to section 45-103 accruing as 6 of the date the borrower signed the contract and actual collection 7 costs as determined by the department. If a borrower fails to 8 remain enrolled at an eligible institution or otherwise fails 9 to continue to be an eligible student, repayment of the loan 10 shall commence within six months after such change in eligibility. The State Board of Education may by rule and regulation provide 11 12 for exceptions to the conditions of repayment pursuant to this 13 subsection based upon mitigating circumstances.

14 (2) If the borrower applied for the first time prior to 15 the operative date of this section and (a) successfully completes 16 the teacher education program and becomes certified pursuant to 17 sections 79-806 to 79-815, (b) becomes employed as a teacher in this state within six months of becoming certified, and (c) 18 19 otherwise meets the requirements of the contract, payments shall be suspended for the number of years that the borrower is required 20 21 to remain employed as a teacher in this state under the contract. 22 For each year that the borrower teaches in Nebraska pursuant to 23 the contract, payments shall be forgiven in an amount equal to 24 the amount borrowed for one year, except if the borrower teaches 25 in a school district that is at least partially in a local 26 system classified as very sparse as defined in section 79-1003 or 27 teaches in a school district in which at least forty percent of

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the students are poverty students as defined in section 79-1003,
 payments shall be forgiven each year in an amount equal to the
 amount borrowed for two years.

4 (3) If the borrower applies for the first time on or 5 after the operative date of this section and (a) successfully 6 completes the teacher education program and major for which the 7 borrower is receiving a forgiveable loan pursuant to the program 8 and becomes certified pursuant to sections 79-806 to 79-815 with an 9 endorsement in the shortage area for which the loan was received, 10 (b) becomes employed as a full-time teacher teaching at least 11 a portion of the time in the shortage area for which the loan 12 was received in an approved or accredited school in this state 13 within six months of becoming certified, and (c) otherwise meets 14 the requirements of the contract, payments shall be suspended 15 for the number of years that the borrower is required to remain 16 employed as a teacher in this state under the contract. For each 17 year, beginning after the first two years of teaching full-time in 18 Nebraska following graduation for the degree for which the loan was 19 received, that the borrower teaches full-time in Nebraska pursuant to the contract, the loan shall be forgiven in an amount equal 20 21 to three thousand dollars, except that if the borrower teaches 22 full-time in a school district that is in a local system classified as very sparse as defined in section 79-1003 or teaches in a school 23 24 building in which at least forty percent of the formula students 25 are poverty students as defined in section 79-1003, payments shall 26 be forgiven each year in an amount equal to six thousand dollars. 27 Sec. 8. The Enhancing Excellence in Teaching Program

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1 <u>is created. For purposes of the Enhancing Excellence in Teaching</u>
2 <u>Program:</u>

3 (1) Department means the State Department of Education;
4 (2) Eligible institution means a not-for-profit college
5 or university which (a) is located in Nebraska, (b) is accredited
6 by the North Central Association of Colleges and Schools, (c) has
7 a teacher education program, and (d) if a privately funded college
8 or university, has not opted out of the program pursuant to rules
9 and regulations;

10 (3) Eligible student means an individual who (a) is a 11 certificated teacher employed to teach in an approved or accredited 12 school in Nebraska, (b) is enrolled in an eligible institution 13 in a graduate teacher education program, (c) if enrolled at 14 a state-funded eligible institution, is a resident student as 15 described in section 85-502 or, if enrolled in a privately 16 funded eligible institution, would be deemed a resident student 17 if enrolled in a state-funded eligible institution, and (d) is majoring in a shortage area, curriculum and instruction, a subject 18 19 area in which the individual already holds a secular teaching 20 endorsement, or a subject area that will result in an additional 21 secular teaching endorsement which the superintendent of the school 22 district or head administrator of the private, denominational, 23 or parochial school employing the individual believes will be beneficial to the students of such school district or school as 24 25 evidenced by a statement signed by the superintendent or head 26 administrator;

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(4) Graduate teacher education program means a program

AM365 AM365 LB547 LB547 MHF-02/18/2009 MHF-02/18/2009 of study approved by the State Board of Education pursuant to 1 2 subdivision (5)(g) of section 79-318 which results in obtaining a 3 graduate degree; 4 (5) Majoring in a shortage area or subject area means 5 pursuing a degree which will allow an individual to be properly 6 endorsed to teach in such shortage area or subject area; and 7 (6) Shortage area means a secular field of teaching for 8 which there is a shortage, as determined by the department, of 9 properly endorsed teachers at the time the borrower first receives 10 funds pursuant to the program. 11 Sec. 9. The purposes of the Enhancing Excellence in 12 Teaching Program are to: 13 (1) Retain teachers in the accredited or approved public 14 and private schools of Nebraska; 15 (2) Improve the skills of existing teachers in Nebraska 16 through the graduate education programs of Nebraska's postsecondary 17 educational institutions; and (3) Establish a loan contract that requires a borrower 18 19 to continue employment as a teacher in this state after graduation 20 from a graduate program. 21 Sec. 10. (1) The department shall administer the 22 Enhancing Excellence in Teaching Program either directly or by 23 contracting with public or private entities. 24 (2) To be eligible for the program, an eligible student 25 shall: 26 (a) Agree to complete a graduate teacher education 27 program at an eligible institution and to complete the major

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## 1 on which the applicant's eligibility is based; and

2 (b) Commit to teach in an accredited or approved public 3 or private school in Nebraska upon successful completion of the 4 teacher education program for which the applicant is applying to 5 the Enhancing Excellence in Teaching Program and to maintaining 6 certification pursuant to sections 79-806 to 79-815.

7 <u>(3) Eligible students may apply on an annual basis for</u> 8 <u>loans in an amount of not more than one hundred seventy-five</u> 9 <u>dollars per credit hour. Loans awarded to individual students shall</u> 10 <u>not exceed a cumulative period exceeding five consecutive years.</u> 11 <u>Loans shall only be awarded through the department. Loans shall be</u> 12 funded pursuant to section 12 of this act.

13 Sec. 11. (1) Prior to receiving any money from a loan 14 pursuant to the Enhancing Excellence in Teaching Program, an 15 eligible student shall enter into a contract with the department. 16 Such contract shall be exempt from the requirements of sections 17 73-501 to 73-509. The contract shall require that if (a) the borrower is not employed as a full-time teacher teaching in an 18 19 approved or accredited school in Nebraska for a time period equal to the number of years required for loan forgiveness pursuant 20 21 to subsection (2) of this section or (b) the borrower does not 22 complete the requirements for graduation within five consecutive 23 years after receiving the initial loan under the program, then the loan must be repaid, with interest at the rate fixed pursuant 24 25 to section 45-103 accruing as of the date the borrower signed 26 the contract and actual collection costs as determined by the 27 department. If a borrower fails to remain enrolled at an eligible

institution or otherwise fails to meet the requirements of an eligible student, repayment of the loan shall commence within six months after such change in eligibility. The State Board of Education may by rules and regulations provide for exceptions to the conditions of repayment pursuant to this subsection based upon mitigating circumstances.

7 (2) If the borrower (a) successfully completes the 8 teacher education program and major for which the borrower is 9 receiving a forgiveable loan pursuant to the program and maintains 10 certification pursuant to sections 79-806 to 79-815, (b) maintains 11 employment as a teacher in an approved or accredited school in this 12 state, and (c) otherwise meets the requirements of the contract, 13 payments shall be suspended for the number of years that the 14 borrower is required to remain employed as a teacher in this state 15 under the contract. For each year, beginning after the first two years of teaching full-time in Nebraska following graduation for 16 17 the degree for which the loan was received, that the borrower 18 teaches full-time in Nebraska pursuant to the contract, the loan 19 shall be forgiven in an amount equal to three thousand dollars, 20 except if the borrower teaches full-time in a school district that 21 is in a local system classified as very sparse as defined in 22 section 79-1003 or teaches in a school building in which at least 23 forty percent of the students are poverty students as defined in 24 section 79-1003, payments shall be forgiven each year in an amount 25 equal to six thousand dollars.

Sec. 12. Section 79-8,136, Reissue Revised Statutes of
Nebraska, is amended to read:

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79-8,136 The Attracting Excellence to Teaching Program 1 2 Excellence in Teaching Cash Fund is created. The fund shall consist 3 of appropriations by the Legislature, transfers pursuant to section 4 9-812, and loan repayments, penalties, and interest payments 5 received in the course of administering the Attracting Excellence to Teaching Program and the Enhancing Excellence in Teaching 6 7 Program. The department shall allocate on an annual basis up to 8 one hundred thousand dollars for the administration of the programs 9 and up to three hundred thousand dollars in the aggregate of the 10 funds to be distributed for the program Attracting Excellence to Teaching Program to all eligible institutions according to the 11 12 distribution formula as determined by rule and regulation.  $\tau$  except 13 that the State Treasurer shall transfer the cash balance existing 14 on November 9, 2001, in the fund to the General Fund within five 15 days after November 9, 2001. The eligible institutions shall act as 16 agents of the department in the distribution of the funds for the 17 Attracting Excellence to Teaching Program to eligible students. The 18 remaining available funds shall be distributed by the department to 19 eligible students for the Enhancing Excellence in Teaching Program. Any money in the Attracting Excellence to Teaching Program Cash 20 21 Fund fund available for investment shall be invested by the state 22 investment officer pursuant to the Nebraska Capital Expansion Act 23 and the Nebraska State Funds Investment Act.

Sec. 13. Section 79-8,138, Reissue Revised Statutes of
Nebraska, is amended to read:

26 79-8,138 The department has the administrative
27 responsibility to track borrowers and to develop repayment tracking

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and collection mechanisms for the Attracting Excellence to Teaching 1 2 Program and the Enhancing Excellence in Teaching Program. The department may contract for such services. When a loan has been 3 4 forgiven pursuant to section 79-8,137 or section 11 of this act, 5 the amount forgiven may be taxable income to the borrower and the department shall provide notification of the amount forgiven to the 6 7 borrower, the Department of Revenue, and the United States Internal 8 Revenue Service if required by the Internal Revenue Code.

9 Sec. 14. Section 79-8,139, Reissue Revised Statutes of
10 Nebraska, is amended to read:

11 79-8,139 (1) Each eligible institution shall file an 12 annual report for the Attracting Excellence to Teaching Program and 13 the Enhancing Excellence in Teaching Program with the department 14 containing such information as required by rule and regulation. 15 On or before November 15 of each year, December 31, 2010, and on 16 or before December 31 of each even-numbered year thereafter, the 17 department shall submit a report to the Governor, the Clerk of 18 the Legislature, and the Education Committee of the Legislature providing, at a minimum, on the status of the programs, the 19 status of the borrowers, and the impact of the programs on the 20 21 number of teachers in shortage areas in Nebraska and on the number 22 of teachers receiving graduate degrees in teaching endorsement 23 areas in Nebraska. Each report shall include information on an 24 institution-by-institution basis, and the status of borrowers, 25 and - The report shall include a financial statement and with 26 a description of the activity of the Attracting Excellence to 27 Teaching Program Excellence in Teaching Cash Fund.

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1 (2) The department shall also provide a report to the 2 Governor and the Clerk of the Legislature by December 31, 2005, on 3 the status of the program, the status of the borrowers, and the 4 impact of the program on the number of teachers in Nebraska.

5 (3) (2) Any report pursuant to this section which 6 includes information about borrowers shall exclude confidential 7 information or any other information which specifically identifies 8 a borrower.

9 Sec. 15. Section 79-8,140, Reissue Revised Statutes of
10 Nebraska, is amended to read:

11 79-8,140 The State Board of Education shall <u>may</u> adopt 12 and promulgate rules and regulations <u>to determine teacher shortage</u> 13 <u>areas and</u> to carry out the Attracting Excellence to Teaching 14 Program Excellence in Teaching Act.

15 Sec. 16. Sections 1, 12, and 17 of this act become 16 operative July 1, 2009. Sections 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 17 13, 14, 15, 16, 18, and 19 of this act become operative on their 18 effective date.

Sec. 17. Original sections 9-812 and 79-8,136, Reissue
 Revised Statutes of Nebraska, are repealed.

Sec. 18. Original sections 79-808, 79-8,132, 79-8,133,
 79-8,134, 79-8,135, 79-8,137, 79-8,138, 79-8,139, and 79-8,140,
 Reissue Revised Statutes of Nebraska, are repealed.

24 Sec. 19. Since an emergency exists, this act takes effect 25 when passed and approved according to law.

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