

# STATE OF NEW YORK

6105

2019-2020 Regular Sessions

## IN SENATE

May 16, 2019

Introduced by Sen. CARLUCCI -- read twice and ordered printed, and when printed to be committed to the Committee on Higher Education

AN ACT to amend the education law, in relation to the get on your feet loan forgiveness program

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. Section 679-g of the education law, as added by section 1  
2 of part C of chapter 56 of the laws of 2015, is amended to read as  
3 follows:

4 § 679-g. New York state get on your feet loan forgiveness program. 1.  
5 Purpose. The president shall grant student loan forgiveness awards for  
6 the purpose of alleviating the burden of federal student loan debt for  
7 recent New York state college graduates.

8 2. Eligibility. To be eligible for an award pursuant to this section,  
9 an applicant shall: (a) have graduated from a high school located in New  
10 York state or attended an approved New York state program for a state  
11 high school equivalency diploma and received such high school equivalen-  
12 cy diploma; (b) have graduated and obtained an undergraduate or graduate  
13 degree from a college or university with its headquarters located in New  
14 York state in or after the two thousand fourteen--fifteen academic year;  
15 (c) apply for this program within two years of obtaining [~~such~~] either  
16 an associates, undergraduate or graduate degree; (d) be a participant in  
17 a federal income-driven repayment plan whose payment amount is generally  
18 ten percent of discretionary income; (e) have income of less than  
19 [~~fifty~~] sixty thousand dollars; (f) comply with subdivisions three and  
20 five of section six hundred sixty-one of this part; [~~and~~] (g) work in  
21 New York state, if employed[~~-~~]; and (h) may be currently employed at a  
22 program or service that is regulated, operated, funded or approved by  
23 the department of mental hygiene. Further, for applicants currently  
24 employed at a program or service that is regulated, operated, funded or  
25 approved by the department of mental hygiene such applicants shall agree  
26 to work on at least a part-time basis for the thirty-six month period of  
27 the repayment period of their income-driven repayment plan under federal  
28 law and maintain residency in New York state for such period of employ-

EXPLANATION--Matter in italics (underscored) is new; matter in brackets [~~-~~] is old law to be omitted.

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1 ment. For purposes of this program, "income" shall be the total adjusted  
2 gross income of the applicant and the applicant's spouse, if applicable.

3 3. Awards. (a) An applicant whose annual income is less than fifty  
4 thousand dollars shall be eligible to receive an award equal to one  
5 hundred percent of his or her monthly federal income-driven repayment  
6 plan payments for twenty-four months of repayment under the federal  
7 program. Provided, however, that the awards granted under this section  
8 shall be deferred for a recipient who has been granted a deferment or  
9 forbearance under the federal income-driven repayment plan. Upon  
10 completion of such deferment or forbearance period, such recipient shall  
11 be eligible to receive an award for the remaining time period under this  
12 subdivision. A recipient who is not a resident of New York state at the  
13 time any payment is made under this program shall be required to refund  
14 such payments to the state. The corporation shall be authorized to  
15 recover such payments in accordance with rules and regulations promul-  
16 gated by the corporation. A student who is delinquent or in default on a  
17 student loan made under any statutory New York state or federal educa-  
18 tion loan program or has failed to comply with the terms of a service  
19 condition imposed by an award made pursuant to this article or has  
20 failed to repay an award shall be ineligible to receive an award under  
21 this program until such delinquency, default or failure is cured.

22 (b) An applicant whose annual income is less than sixty thousand  
23 dollars and currently employed at a program or service that is regu-  
24 lated, operated, funded or approved by the department of mental hygiene  
25 shall be eligible to receive an award equal to one hundred percent of  
26 his or her monthly federal income-driven repayment plan payments for  
27 thirty-six months of the repayment period under the federal program.  
28 Provided, however, that the awards granted under this section shall be  
29 deferred for a recipient who has been granted a deferment or forbearance  
30 under the federal income-driven repayment plan. Upon completion of such  
31 deferment or forbearance period, such recipient shall be eligible to  
32 receive an award for the remaining time period under this subdivision. A  
33 recipient who is not a resident of New York state at the time any  
34 payment is made under this program shall be required to refund such  
35 payments to the state. The corporation shall be authorized to recover  
36 such payments in accordance with rules and regulations promulgated by  
37 the corporation. A student who is delinquent or in default on a student  
38 loan made under any statutory New York state or federal education loan  
39 program or has failed to comply with the terms of a service condition  
40 imposed by an award made pursuant to this article or has failed to repay  
41 an award shall be ineligible to receive an award under this program  
42 until such delinquency, default or failure is cured.

43 4. Rules and regulations. The corporation is authorized to promulgate  
44 rules and regulations, and may promulgate emergency regulations neces-  
45 sary for the implementation of the provisions of this section, includ-  
46 ing, but not limited to, limits on the award amounts to those applicants  
47 currently employed at a program or service that is regulated, operated,  
48 funded or approved by the department of mental hygiene based upon the  
49 applicants attainment of either an associate's degree, bachelor's  
50 degree, or graduate degree and a method of selecting recipients if in  
51 any given year there are insufficient funds to cover the needs of appli-  
52 cants currently employed at a program or service that is regulated,  
53 operated, funded or approved by the department of mental hygiene and  
54 already employed recipients.

55 § 2. This act shall take effect immediately.