

# STATE OF NEW YORK

9062

## IN ASSEMBLY

January 31, 2022

Introduced by M. of A. DARLING -- read once and referred to the Committee on Higher Education

AN ACT to amend the education law, in relation to establishing the New York state employee loan forgiveness program

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

1 Section 1. The education law is amended by adding a new section 679-k  
2 to read as follows:

3 § 679-k. New York state employee loan forgiveness program. 1.  
4 Purpose. The commissioner shall grant student loan forgiveness awards  
5 for the purpose of retaining individuals serving as employees of a state  
6 employer.

7 2. Definitions. (a) "State employer" means: (1) the executive branch  
8 of the state, (2) a cooperative extension association ("association"),  
9 (3) the unified court system, (4) the senate, (5) the assembly, and (6)  
10 joint legislative employers.

11 (b) "Student loan debt" means the total annual loan repayments  
12 required to be made by the eligible employee on the cumulative total of  
13 the employee's outstanding student loans covering the cost of attendance  
14 at an undergraduate institution and/or graduate school. Interest paid or  
15 due on such loans shall be considered eligible for reimbursement under  
16 this program. For purposes of this calculation, the amount of the  
17 student loan expense shall be reduced by any grants, loan forgiveness,  
18 or similar reductions to the employee's indebtedness that he or she has  
19 received or shall receive.

20 (c) "Year of qualified service" means the twelve-month period measured  
21 from the anniversary of the individual's employment with the state  
22 employer and adjusted for any interruption in employment.

23 3. Eligibility. (a) To be eligible for an award pursuant to this  
24 subdivision, applicants shall: (1) be employed by a state employer; (2)  
25 for five or more years of qualified service; and (3) have an outstanding  
26 student loan debt.

27 (b) Individuals employed by a state employer who are not eligible  
28 include:

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

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1 (1) elected officials, judges or justices appointed to or serving in  
2 court of record;

3 (2) officers described in sections four, forty-one-a, forty-six,  
4 sixty-one, seventy, seventy-a, one hundred sixty-nine (including those  
5 officers whose salary is established pursuant to salary plans under  
6 subdivision three of section one hundred sixty-nine), section one  
7 hundred eighty and subdivision one of section forty-one of the executive  
8 law and any agency or department head appointed by the governor, comp-  
9 troller or attorney general; and

10 (3) appointed members of boards or commissions any of whose members  
11 are appointed by the governor or by another state officer or body.

12 4. Awards. The commissioner shall grant awards in the amount of five  
13 thousand dollars to individuals who are eligible, pursuant to subdivi-  
14 sion two of this section, in the year prior to such application,  
15 provided that no recipient shall receive an award that exceeds the total  
16 remaining balance of the student loan debt and that no recipient shall  
17 receive cumulative awards, pursuant to this section, in excess of ten  
18 thousand dollars. Awards shall be within the amounts appropriated for  
19 such purpose and based on availability of funds.

20 5. Rules and regulations. The commissioner is authorized to promulgate  
21 rules and regulations necessary for the implementation of the provisions  
22 of this section.

23 § 2. This act shall take effect April 1, 2022.