## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 540

Session of 2005

INTRODUCED BY GREENLEAF, MUSTO, ORIE, EARLL, O'PAKE, LEMMOND, COSTA, LOGAN, ERICKSON, BOSCOLA, RAFFERTY, PUNT AND KITCHEN, MARCH 30, 2005

REFERRED TO EDUCATION, MARCH 30, 2005

## AN ACT

- 1 Establishing the Volunteer Emergency Service Personnel
- 2 Educational Assistance and Loan Forgiveness Program.
- 3 The General Assembly of the Commonwealth of Pennsylvania
- 4 hereby enacts as follows:
- 5 Section 1. Short title.
- 6 This act shall be known and may be cited as the Volunteer
- 7 Emergency Service Personnel Educational Assistance and Loan
- 8 Forgiveness Act.
- 9 Section 2. Definitions.
- 10 The following words and phrases when used in this act shall
- 11 have the meanings given to them in this section unless the
- 12 context clearly indicates otherwise:
- 13 "Agency." The Pennsylvania Higher Education Assistance
- 14 Agency.
- 15 "Applicant." An active member of a volunteer fire company,
- 16 emergency service team or rescue team.
- 17 "Approved institution of higher learning." An educational

- 1 institution offering a postsecondary program of education,
- 2 including vocational schools located in this Commonwealth and
- 3 approved by the Pennsylvania Higher Education Assistance Agency.
- 4 "Approved program of education." A degree-granting or
- 5 certificate-granting curriculum or course of study pursued at an
- 6 approved institution of higher learning on a full-time or part-
- 7 time basis or its equivalent as determined by the Pennsylvania
- 8 Higher Education Assistance Agency.
- 9 "Full-time student." A student enrolled in an approved
- 10 institution of higher learning pursuing an approved program of
- 11 education equal to or greater than 12 credit hours or its
- 12 equivalent recognized by the Pennsylvania Higher Education
- 13 Assistance Agency as a full-time course of study.
- 14 "Part-time student." A student enrolled in an approved
- 15 institution of higher learning pursuing an approved program of
- 16 education of less than 15 credit hours or its equivalent
- 17 recognized by the Pennsylvania Higher Education Assistance
- 18 Agency as a part-time course of study.
- 19 "Program." The Volunteer Emergency Service Personnel
- 20 Educational Assistance and Loan Forgiveness Program established
- 21 in section 3 (relating to Educational Assistance and Loan
- 22 Forgiveness Program).
- 23 Section 3. Educational Assistance and Loan Forgiveness Program.
- 24 The Volunteer Emergency Service Personnel Educational
- 25 Assistance and Loan Forgiveness Program is established to
- 26 provide grants to applicants or allow applicants to receive
- 27 payments by the agency for debt incurred as a result of student
- 28 loans entered into for the purpose of pursuing programs of
- 29 education. Applicants shall be entered in the program upon
- 30 receipt of their first grant or loan forgiveness payment and

- 1 shall remain in the program for a period not exceeding five
- 2 academic years.
- 3 Section 4. Educational assistance eligibility.
- 4 An applicant shall be eligible to receive educational
- 5 assistance under this act if the applicant meets all of the
- 6 following eligibility criteria:
- 7 (1) The applicant is a qualified resident of this
- 8 Commonwealth.
- 9 (2) The applicant has been an active member, as
- 10 determined by the State Fire Commissioner, of a volunteer
- 11 fire company, emergency service team or rescue team for a
- 12 period of at least one year in this Commonwealth.
- 13 (3) The applicant has enrolled as a student in an
- 14 approved program of education at an approved institution of
- 15 higher learning.
- 16 (4) The applicant provides the approved institution of
- 17 higher learning with a sworn or official statement of fact by
- 18 the State Fire Commissioner, president or commissioner of a
- 19 volunteer fire department of which the applicant is a
- volunteer, attesting that the applicant is a member in good
- 21 standing of the volunteer fire company, emergency service
- team or rescue team.
- 23 Section 5. Grants.
- 24 (a) Provision. -- From the funds specifically appropriated for
- 25 the purposes of this act, grants shall be provided to eligible
- 26 members for the purpose of pursuing approved programs of
- 27 education.
- 28 (b) Promissory notes. -- At the receipt of the grant, an
- 29 eligible member shall sign a promissory note to repay the full
- 30 amount of the grant. The promissory note shall be conditional

- 1 upon termination of active membership status with a volunteer
- 2 fire company, emergency service team or rescue team in this
- 3 Commonwealth.
- 4 Section 6. Amount of grants.
- 5 (a) Part-time student assistance grants.--A grant awarded
- 6 pursuant to this act to a part-time student applicant shall be
- 7 determined by the agency and shall not exceed for each academic
- 8 year the amount of one-half the tuition of the part-time course
- 9 of study in which the part-time student applicant is enrolled.
- 10 (b) Full-time student assistance grants.--Grants awarded
- 11 pursuant to this act to full-time student applicants shall be
- 12 determined by the agency and shall not exceed \$3,700 per
- 13 academic year or the actual amount of the applicant's tuition
- 14 for the academic year, whichever is less.
- 15 (c) Other grants.--The agency shall not reduce the amount of
- 16 other agency grants or aid for which an applicant qualifies on
- 17 account of the applicant's eligibility for or receipt of grants
- 18 under this act.
- 19 Section 7. Loan forgiveness eligibility.
- 20 An applicant shall be eligible to receive loan forgiveness
- 21 payments under this act if the applicant meets all of the
- 22 following eligibility criteria:
- 23 (1) The applicant is a qualified resident of this
- 24 Commonwealth.
- 25 (2) The applicant has been an active member, as
- 26 determined by the State Fire Commissioner, of a volunteer
- fire company, emergency service team or rescue team for a
- 28 period of at least one year in this Commonwealth.
- 29 (3) The applicant has enrolled as a student in an
- 30 approved program of education at an approved institution of

- 1 higher learning.
- 2 (4) The applicant provides the approved institution of
- 3 higher learning with a sworn or official statement of fact by
- 4 the State Fire Commissioner, president or commissioner of a
- 5 volunteer fire department of which the applicant is a
- 6 volunteer, attesting that the applicant is a member in good
- 7 standing of the volunteer fire company, emergency service
- 8 team or rescue team.
- 9 Section 8. Payments.
- 10 (a) General rule. -- An applicant is eligible for payment by
- 11 the agency of a portion of the debt incurred by the applicant
- 12 through agency-administered guaranteed student loan programs for
- 13 the education necessary to successfully complete a particular
- 14 course of study.
- 15 (b) Amounts to be forgiven. -- For each year that an applicant
- 16 is a member of a volunteer fire company, emergency service team
- 17 or rescue team, the agency may forgive a proportional part of
- 18 the applicant's loan so that the loan may be entirely forgiven
- 19 over a maximum period of five years in which the applicant is
- 20 attending an approved institution of higher learning.
- 21 (c) Maximum amounts.--No more than \$2,000 shall be forgiven
- 22 in any year, and no more than \$10,000 shall be forgiven for an
- 23 applicant over a five-year period.
- 24 (d) Procedure.--Payments shall be made in accordance with
- 25 procedures established by the agency. A loan forgiveness payment
- 26 shall not be made for a loan that is in default at the time of
- 27 application.
- 28 Section 9. Limitations.
- 29 (a) Time.--No eligible member shall receive assistance
- 30 grants or loan forgiveness payments under this act for a total

- 1 of more than five academic years or their equivalent as
- 2 determined by the agency.
- 3 (b) Active membership status. -- No grant payments or loan
- 4 forgiveness payments shall be made under this act except during
- 5 the eligible member's term of service as an active member of a
- 6 volunteer fire company, emergency service team or rescue team.
- 7 Section 10. Administration.
- 8 The General Assembly shall appropriate funds for educational
- 9 assistance grants and loan forgiveness payments under this act.
- 10 A portion of the funds appropriated may be used to pay the costs
- 11 of the administration of this act.
- 12 Section 11. Effective date.
- 13 This act shall take effect in 60 days.