## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 1480 Session of 2007

INTRODUCED BY MANDERINO, HARPER, BELFANTI, BENNINGTON, BISHOP, COHEN, EVERETT, FABRIZIO, FRANKEL, GERBER, GIBBONS, GRUCELA, HENNESSEY, JAMES, KILLION, KIRKLAND, KORTZ, KOTIK, LEACH, LEVDANSKY, LONGIETTI, McGEEHAN, McILVAINE SMITH, MUNDY, MURT, MYERS, PARKER, PAYTON, PETRONE, PICKETT, RAMALEY, READSHAW, REICHLEY, RUBLEY, M. SMITH, SOLOBAY, WALKO, WHEATLEY, J. WHITE, WOJNAROSKI, YOUNGBLOOD, BAKER, CARROLL, DALLY, D. O'BRIEN AND PALLONE, JUNE 5, 2007

REFERRED TO COMMITTEE ON JUDICIARY, JUNE 5, 2007

## AN ACT

1 Establishing the Public Service Lawyers Loan Repayment 2 Assistance Program to provide repayment assistance to 3 qualified applicants employed by eligible organizations; and providing for the powers and duties of Pennsylvania Higher 4 5 Education Assistance Agency. б The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 7 8 Section 1. Short title. This act shall be known and may be cited as the Public 9 10 Service Lawyers Loan Repayment Assistance Act. 11 Section 2. Definitions. 12 The following words and phrases when used in this act shall 13 have the meanings given to them in this section unless the 14 context clearly indicates otherwise: 15 "Agency." The Pennsylvania Higher Education Assistance 16 Agency.

"Eligible organization." One of the following organizations
 that is eligible to participate in the program:

3 (1) An organization that is incorporated in this 4 Commonwealth, exempt from Federal taxes under section 5 501(c)(3), or any successor provision of the Internal Revenue Code of 1986 (Public Law 99-514, 26 U.S.C. § 501(c)(3)), 6 7 which operates within this Commonwealth for the primary 8 purpose of providing civil legal services without charge; and 9 which operates to provide such civil legal services to 10 eligible clients and victims of abuse under contract or subcontract with the Department of Public Welfare for the 11 12 expenditure of funds appropriated by the General Assembly for 13 the provision of legal services.

(2) An organization that is incorporated in this 14 15 Commonwealth, exempt from Federal taxes under section 16 501(c)(3), or any successor provision of the Internal Revenue 17 Code of 1986, that is eligible for grants from the 18 Pennsylvania Interest on Lawyers Trust Account Board or a 19 State or local county bar foundation and has the primary 20 purpose of providing civil legal services without charge for 21 indigent and disadvantaged persons.

22 An agency of the State or local government or an (3) 23 organization that is incorporated in this Commonwealth, 24 exempt from Federal taxes under section 501(c)(3), or any 25 successor provisions of the Internal Revenue Code of 1986, 26 whose primary mission is to prosecute criminal defendants or 27 to provide legal assistance for indigent criminal defendants. 28 "Program." The Public Service Lawyers Loan Repayment 29 Assistance Program established under section 3.

30 "Qualified applicant." A resident of this Commonwealth who 20070H1480B1827 - 2 -

is a law school graduate and who has been hired and is employed 1 2 by an eligible organization.

3 "Repayment assistance." Includes a payment to assist with or 4 the forgiveness of a proportional part of a qualified 5 applicant's student loan so that the loan may be partially or entirely paid off or forgiven. 6

7 Section 3. Public Service Lawyers Loan Repayment Assistance 8 Program.

Establishment.--The Public Service Lawyers Loan 9 (a) 10 Repayment Assistance Program is hereby established. The agency 11 shall administer the program.

(b) Nature of program. -- For each year that a qualified 12 13 applicant is employed by an eligible organization, the agency 14 may provide repayment assistance.

15 (c) Payments.--Based on the amount of funding available, the 16 agency shall determine the amount of repayment assistance to be 17 provided in any one year to each qualified applicant. The agency 18 also shall determine the amount of repayment assistance that may 19 be provided in total over the lifetime of any one qualified 20 applicant. The agency shall establish procedures for making 21 repayment assistance to qualified applicants.

Section 4. Qualifications for repayment assistance awards. 23 (a) Application.--The agency shall establish procedures for 24 qualified applicants to apply and be approved for participation 25 in the program.

26 (b) Employment. -- A recipient of repayment assistance must be 27 an employee of an eligible organization and maintain 28 satisfactory employment with the eligible organization. 29 Documentation. -- The agency may require qualified (C) 30 applicants who participate in the program to submit

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1 documentation in order to maintain continued eligibility for the 2 program.

3 Section 5. Funding.

4 (a) Sources of funding for awards.--Repayment assistance
5 under this act may be made to the extent that funds are
6 appropriated by the General Assembly or made available from
7 other sources for this purpose.

8 (b) Limitation.--Funds appropriated by the General Assembly
9 shall be used solely for qualified applicants employed by
10 eligible organizations.

11 Section 6. Regulations.

12 The agency shall adopt regulations, policies and procedures 13 as are necessary to carry out the provisions of this act.

14 Section 7. Effective date.

15 This act shall take effect in 60 days.