

calculated at a certain interest rate and in a certain manner; requiring certain recipients to commence repayment obligations upon graduation or termination from certain institutions; and generally relating to the Community College Transfer Scholarship Program.

BY adding to

Article - Education

Section 18-112; and 18-2401 through 18-2407, inclusive, to be under the new subtitle "Subtitle 24. HOPE for Nontraditional Students - Community College Transfer Scholarship Program"

Annotated Code of Maryland
(1999 Replacement Volume)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - Education

18-112.

(A) EXCEPT AS OTHERWISE PROVIDED IN THIS TITLE, REPAYMENT OBLIGATIONS INCURRED BY RECIPIENTS OF STUDENT FINANCIAL ASSISTANCE, SCHOLARSHIPS, GRANTS, OR LOANS ADMINISTERED BY THE COMMISSION UNDER THIS TITLE SHALL BE CALCULATED AT AN INTEREST RATE EQUAL TO AND MATCHING THE INTEREST RATE ESTABLISHED BY THE UNITED STATES DEPARTMENT OF EDUCATION FOR THE FEDERAL STAFFORD LOAN ON THE FIRST DAY OF JULY OF EACH YEAR MINUS 1 PERCENT, WITH INTEREST NOT ACCRUING PRIOR TO NOTIFICATION TO THE COMMISSION OF A RECIPIENT'S GRADUATION OR TERMINATION FROM AN INSTITUTION OF HIGHER EDUCATION.

(B) A RECIPIENT SHALL COMMENCE REPAYMENT OBLIGATIONS INCURRED UNDER THIS TITLE UPON GRADUATION OR TERMINATION FROM AN INSTITUTION OF HIGHER EDUCATION.

SUBTITLE 24. HOPE FOR NONTRADITIONAL STUDENTS - COMMUNITY COLLEGE TRANSFER SCHOLARSHIP PROGRAM.

18-2401.

THERE IS A COMMUNITY COLLEGE TRANSFER SCHOLARSHIP PROGRAM IN THE STATE UNDER WHICH SCHOLARSHIPS ARE AWARDED UNDER THIS SUBTITLE.

18-2402.

A COMMUNITY COLLEGE TRANSFER SCHOLARSHIP AWARDED UNDER THIS SUBTITLE MAY BE USED ONLY AT A 4-YEAR PRIVATE OR PUBLIC INSTITUTION OF HIGHER EDUCATION IN THE STATE.

18-2403.

TO QUALIFY FOR A COMMUNITY COLLEGE TRANSFER SCHOLARSHIP, AN APPLICANT SHALL: