

Physical Education-Coaching Scholarship Loan Annual Report 2005-06 Academic Year

The Physical Education-Coaching Scholarship Loan (PEC) was established by the 2005 General Assembly (S.L. 2005-276) in response to the shortage of coaches and school teachers in North Carolina's public schools. An appropriation of \$100,000 for 25 students was provided in the initial year of funding.

The State Education Assistance Authority (SEAA) developed the program in the fall of 2005 and winter of 2006, creating rules, administrative procedures, applications, and promissory notes to support the program.

Since the 2005-06 academic year had already begun when the program was ready to accept applications, the SEAA advised the deans of the 47 schools of education of the availability of funds through the new PEC program and sought nominations of qualified students from the schools of education. A total of 40 students were nominated and offered funding of which 22 students accepted the scholarship-loan funds.

In future years, it is anticipated that all funds will be expended as public knowledge of the program grows and with more time to promote the availability of funding prior to the start of the academic year.

Table I. Summary Application and Recipient Data

Number of applications	40
Number of recipients	22
Average award	\$4,000
Total awarded	\$88,000

Table II. Recipient Breakdown by Ethnicity

Data not obtained for 2005-06 recipients.
Will be collected in future years.

Table III. Recipient Breakdown by Institution

	<u>Number of Students</u>	<u>Percentage of total</u>
Appalachian State University	1	4.5 %
Barton College	1	4.5
Catawba College	1	4.5
East Carolina University	4	18.2
Greensboro College	1	4.5
Lenoir-Rhyne College	1	4.5
UNC at Greensboro	4	18.2
UNC at Wilmington	1	4.5
Western Carolina University	6	27.3
Winston-Salem State University	<u>2</u>	<u>9.1</u>
Total	22	100 %

Recipients at 6 public institutions: 18 (81.8 %)

Recipients at 4 private institutions: 4 (18.2 %)

Table IV. Recipient Breakdown by County of Residence

<u>County</u>	<u>Number</u>	<u>County</u>	<u>Number</u>
Alamance	1	Jackson	3
Beaufort	1	Johnston	1
Buncombe	1	Lenoir	1
Dare	1	Mecklenburg	1
Forsyth	1	New Hanover	1
Franklin	1	Pitt	1
Gaston	1	Rowan	1
Guilford	3	Stanly	1
Henderson	1	Transylvania	1

Total = 22 representing 18 counties

§ 116-209.36. Physical Education -- Coaching Scholarship Loan Fund

(a) There is established the Physical Education -- Coaching Scholarship Loan Fund. The purpose of the Fund is to provide scholarship loans to students who are pursuing college degrees to become public schoolteachers and coaches or assistant coaches. Coaching Fellows shall be offered a curriculum that advances skills in physical education and coaching and that instills a strong motivation not only to remain in the coaching profession but to provide leadership in the schools where they coach. The State Education Assistance Authority shall administer the Fund. The Fund shall provide 25 scholarship loans per year.

(b) Criteria for awarding the scholarship loans shall be developed by the State Education Assistance Authority in consultation with the Board of Governors of The University of North Carolina and shall include all of the following:

(1) An applicant shall be enrolled in an accredited bachelors degree program in an institution of higher education in North Carolina.

(2) All students shall enter into a legal agreement and promissory note with the Authority to accept employment as a coach or coaching assistant in an elementary or secondary school in North Carolina in exchange for receiving any funds, which agreement shall include stipulation that the student agrees to accept employment in rural or other need-based counties.

(3) An applicant shall be a resident of North Carolina. For purposes of this section, residency shall be determined by the same standard as residency for tuition purposes pursuant to G.S. 116-143.1.

(4) Any additional criteria that the State Education Assistance Authority considers necessary to administer the Fund effectively, including all of the following:

- a. Consideration of applicants from diverse backgrounds to receive scholarships pursuant to this section.
- b. Consideration of the academic qualifications of the individuals applying to receive funds.
- c. Consideration of the commitment an individual applying to receive funds demonstrates to the profession of coaching.

(c) The State Education Assistance Authority shall: (i) prepare a clear written explanation of the Physical Education -- Coaching Scholarship Loan Fund and the information regarding the availability and criteria for awarding the scholarships, and (ii) provide that information to the appropriate counselors in each local school system and shall charge those counselors to inform students about the scholarships and to encourage them to apply for the scholarships.

(d) The State Education Assistance Authority shall administer the Fund and shall ensure that the loan amount is limited to four thousand dollars (\$ 4,000) per recipient per year.

(e) The Authority shall ensure that the following loan cancellations and repayment schedules apply to all funds distributed pursuant to this section:

(1) The individual who graduates with a bachelors degree and who works as a school coach or coaching assistant in a rural or other need-based area of North Carolina shall have that amount of the loan cancelled that is based on the amount of time employed and the number of academic years funds were received. One full year of employment shall cancel one academic year's loan.

(2) The individual who graduates with a bachelors degree and who works as a school coach or assistant coach in a rural or other need-based area of North Carolina for the equivalent of the total number of academic years funds were received shall have the entire loan cancelled.

(3) The individual who graduates with a bachelors degree and who does not work as a school coach or assistant coach in a rural or other need-based area of North Carolina for any or all of the equivalent of the number of years funds were received shall repay the loan to the Authority according to a schedule prescribed in the promissory note, plus ten percent (10%) annual interest.

(4) The individual who does not graduate with a bachelors degree shall repay the loan according to a schedule prescribed by the Authority, not to exceed fifteen percent (15%) annual interest. In establishing a schedule and interest rate, the Authority shall take into consideration the reasons the individual did not graduate with a bachelors degree.

The Authority shall ensure that all repayments, including accrued interest, shall be placed in the Fund.

The Authority may forgive or reduce any loan repayment if the Authority considers that extenuating circumstances exist that would make repayment impossible.

(f) The State Education Assistance Authority, in consultation with the Board of Governors of The University of North Carolina, shall adopt rules to implement this section.

(g) The State Education Assistance Authority shall report to the Joint Legislative Education Oversight Committee by March 1 each year regarding the Fund and scholarship loans awarded from the Fund.

HISTORY: 2005-276, s. 9.31.

NOTES:

EDITOR'S NOTE. --Session Laws 2005-276, s. 1.2, provides: "This act shall be known as the 'Current Operations and Capital Improvements Appropriations Act of 2005'."

Session Laws 2005-276, s. 46.5 is a severability clause.

Session Laws 2005-276, s. 46.6, made this section effective July 1, 2005.