Chapter 749

(House Bill 384)

AN ACT concerning

Institutions of Higher Education – Transcripts – Prohibition on Punitive Measures Related to Student Debt

FOR the purpose of prohibiting an institution of higher education from refusing to provide a current or former student with a transcript or taking other punitive measures regarding a student's transcript request because the student owes a debt to the institution of higher education; and generally relating to the prohibition on punitive measures by institutions of higher education regarding transcript requests from students who owe debts to the institution.

BY adding to

Article – Education Section 15–118 Annotated Code of Maryland (2022 Replacement Volume)

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

Article - Education

15–118.

- (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.
- (2) (I) "DEBT" MEANS ANY MONEY, OBLIGATION, CLAIM, OR SUM DUE OR OWED BY A STUDENT TO AN INSTITUTION OF HIGHER EDUCATION.

(II) "DEBT" INCLUDES:

- 1. CREDIT EXTENDED BY OR ON BEHALF OF THE INSTITUTION THAT A STUDENT IS OBLIGATED TO REPAY; AND
- 2. A NONFEDERAL LOAN OR DEBT AGREEMENT THAT IS ISSUED EXPRESSLY FOR POSTSECONDARY EDUCATION EXPENSES AND THAT IS GUARANTEED BY:

A. AN INSTITUTION OF HIGHER EDUCATION; OR

- B. A PRIVATE EDUCATIONAL LENDER THAT IS AFFILIATED WITH AN INSTITUTION OF HIGHER EDUCATION.
- (III) "DEBT" DOES NOT INCLUDE THE FEE, IF ANY, CHARGED TO A STUDENT FOR THE ACTUAL COSTS OF PROVIDING A TRANSCRIPT.
- (3) "STUDENT" INCLUDES CURRENT STUDENTS AND FORMER STUDENTS OF AN INSTITUTION OF HIGHER EDUCATION.
 - (B) AN INSTITUTION OF HIGHER EDUCATION MAY NOT:
- (1) REFUSE TO PROVIDE A TRANSCRIPT TO A STUDENT BECAUSE THE STUDENT OWES A DEBT;
- (2) CONDITION THE ISSUANCE OF A TRANSCRIPT ON THE PAYMENT OF A DEBT;
- (3) CHARGE A HIGHER FEE FOR OBTAINING A TRANSCRIPT BECAUSE A STUDENT OWES A DEBT;
- (4) PROVIDE LESS FAVORABLE TREATMENT OF A TRANSCRIPT REQUEST BECAUSE A STUDENT OWES A DEBT; OR
 - (5) USE TRANSCRIPT ISSUANCE AS A TOOL FOR DEBT COLLECTION.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July $1,\,2023.$

Approved by the Governor, May 16, 2023.