## SENATE BILL 5615

## State of Washington 63rd Legislature 2013 Regular Session

**By** Senators Frockt, Becker, Cleveland, Keiser, Kohl-Welles, Schlicher, Kline, Conway, and Chase

Read first time 02/05/13. Referred to Committee on Health Care .

1 AN ACT Relating to the health professional loan repayment and 2 scholarship program; amending RCW 28B.115.050 and 28B.115.080; and 3 creating a new section.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 NEW SECTION. Sec. 1. (1) The legislature finds that most medical students and dental students graduate from their professional schools б 7 with large student loan debts. Despite many of these students wanting to practice in rural parts of the state, these debts preclude many of 8 9 these students from doing so. The health professional loan repayment 10 and scholarship program assists health care professionals by providing 11 them loan repayment and scholarship opportunities. It also benefits the state by ensuring access to health care professionals in rural 12 13 areas of the state by tying loan repayment and scholarship plans to 14 agreements to practice in these areas.

15 (2) The legislature further finds that the recent economic downturn 16 has severely curtailed the activities of the health professional loan 17 repayment and scholarship program in a time when these programs are 18 needed to ensure that people are able to access health care coverage in 19 all parts of the state.

p. 1

1 (3) The legislature, therefore, intends to specify that the loan 2 repayment awards and scholarships are to be made available to medical 3 residents and dental students who agree to work with hospitals and 4 federally qualified health centers.

5 (4) The legislature further intends that the planning committee of 6 the office of student financial assistance seek funding sources, as 7 well as state funds, to help pay for the loan repayment and scholarship 8 program.

9 Sec. 2. RCW 28B.115.050 and 2011 1st sp.s. c 11 s 206 are each 10 amended to read as follows:

11 (1) The office shall establish a planning committee to assist it in 12 developing criteria for the selection of participants. The office 13 shall include on the planning committee representatives of the 14 department, the department of social and health services, appropriate representatives from health care facilities, representatives from the 15 16 dental quality assurance commission, the medical quality assurance commission, provider groups, consumers, the state board for community 17 18 and technical colleges, the superintendent of public instruction, and other appropriate public and private agencies and organizations. 19 The 20 criteria may require that some of the participants meet the definition 21 of "needy student" under RCW 28B.92.030.

(2) The planning committee must seek private funding and grant
opportunities to supplement state funds provided for the health
professional loan repayment and scholarship program.

25 Sec. 3. RCW 28B.115.080 and 2011 1st sp.s. c 11 s 208 are each 26 amended to read as follows:

27 ((After June 1, 1992,)) <u>The office, in consultation with the</u> 28 department and the department of social and health services, shall:

29 (1) Establish the annual award amount for each credentialed health 30 care profession which shall be based upon an assessment of reasonable annual eligible expenses involved in training and education for each 31 credentialed health care profession. The annual award amount may be 32 33 established at a level less than annual eligible expenses. The annual 34 award amount shall be established by the office for each eligible 35 health profession. The awards shall not be paid for more than a 36 maximum of five years per individual;

p. 2

(2) Determine any scholarship awards for prospective physicians in 1 2 such a manner to require the recipients declare an interest in serving in rural areas of the state of Washington. Preference for scholarships 3 shall be given to students who reside in a rural physician shortage 4 area or a nonshortage rural area of the state prior to admission to the 5 6 eligible education and training program in medicine. Highest preference shall be given to students seeking admission who are 7 8 recommended by sponsoring communities and who declare the intent of 9 serving as a physician in a rural area. The office may require the sponsoring community located in a nonshortage rural area to financially 10 11 contribute to the eligible expenses of a medical student if the student 12 will serve in the nonshortage rural area;

13 (3) Determine any loan repayment awards or scholarships available 14 for medical students who agree to serve a residency in a rural 15 physician shortage area or a nonshortage rural area of the state. The 16 planning committee in RCW 28B.115.050 must establish the required 17 service obligation in the rural area to retain eligibility for the loan 18 repayment award and work with hospitals in these areas to develop 19 residency opportunities;

20 (4) Determine any scholarship awards for prospective dentists in 21 such a manner to require the recipients to declare an interest in serving in rural areas of the state of Washington. Preference for 22 scholarships must be given to students who reside in an area served by 23 24 federally qualified health centers prior to admission to the eligible education and training program in dentistry. Highest preference must 25 be given to students seeking admission who are recommended by 26 27 sponsoring communities and who declare the intent of serving as a dentist for a federally qualified health center; 28

29 (5) Determine any loan repayment awards for recent dental graduates 30 who practice at a federally qualified health center after graduation. 31 The planning committee in RCW 28B.115.050 must establish the required 32 service obligation in the federally qualified health center to retain 33 eligibility for the loan repayment award;

34 (6) Establish the required service obligation for each credentialed 35 health care profession, which shall be no less than three years or no 36 more than five years. The required service obligation may be based 37 upon the amount of the scholarship or loan repayment award such that 1 higher awards involve longer service obligations on behalf of the 2 participant;

3 (((++))) (7) Determine eligible education and training programs for 4 purposes of the scholarship portion of the program;

5 ((<del>(5)</del>)) <u>(8)</u> Honor loan repayment and scholarship contract terms 6 negotiated between the office and participants prior to May 21, 1991, 7 concerning loan repayment and scholarship award amounts and service 8 obligations authorized under <u>this</u> chapter ((<del>28B.115, 28B.104,</del>)) or 9 <u>chapter</u> 70.180 RCW.

--- END ---