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# **WEST VIRGINIA LEGISLATURE**

43 2738

FIRST REGULAR SESSION, 2013

# ENROLLED

### COMMITTEE SUBSTITUTE FOR

# House Bill No. 2738

(By Delegate(s) Perdue, Perry, Fleischauer, Lawrence, Marshall and Moore)



Passed April 13, 2013

In effect ninety days from passage.

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### H.B.2738

(BY DELEGATES PERDUE, PERRY, FLEISCHAUER,

LAWRENCE, MARSHALL AND MOORE)

[Passed April 13, 2013; in effect ninety days from passage.]

AN ACT to repeal §30-7B-8 of the Code of West Virginia, 1931, as amended; to amend and reenact §18C-3-2 and §18C-3-3 of said code; to amend said code by adding thereto a new section, designated §18C-3-4; and to amend and reenact §30-7B-2, §30-7B-3, §30-7B-4, §30-7B-5, §30-7B-6, §30-7B-7 and §30-7B-9 of said code, all relating generally to administration of financial aid and higher education scholarship programs by the Higher Education Policy Commission; redesignating the Health Sciences Scholarship Program as the Health Science Service Program; expanding program eligibility and award amounts; redefining medically underserved areas; providing state aid for certain students pursuing certain degrees; requiring a service commitment to state and setting forth alternatives to service; requiring legislative rules and specifying rule provisions; continuing Center for Nursing and

placing it under supervision of the Higher Education Policy Commission: moving the Center for Nursing special revenue account to the Higher Education Policy Commission: updating provisions regarding funding of the special revenue account: updating the powers and duties of the Center for Nursing: reorganizing the center's board of directors, updating membership and powers and duties of the board: authorizing reimbursement for board members' actual and necessary expenses: requiring annual reports to the Legislative Oversight Commission on Health and Human Resources Accountability and the Legislative Oversight Commission on Education Accountability; providing for financial aid programs to benefit nurses who teach or practice in West Virginia; setting out minimum financial aid amounts for nurses; establishing conditions for receipt of financial aid for nursing students; providing for reimbursement by nursing students who fail to meet service requirements for receipt of financial aid; defining terms; deleting obsolete language and making technical changes.

#### Be it enacted by the Legislature of West Virginia:

That §30-7B-8 of the Code of West Virginia, 1931, as amended, be repealed; that §18C-3-2 and §18C-3-3 of said code be amended and reenacted; that said code be amended by adding thereto a new section, designated §18C-3-4; and that §30-7B-2, §30-7B-3, §30-7B-4, §30-7B-5, §30-7B-6, §30-7B-7 and §30-7B-9 of said Code be amended and reenacted, all to read as follows:

#### CHAPTER 18C. STUDENT LOANS; SCHOLARSHIPS AND STATE AID.

### ARTICLE 3. HEALTH PROFESSIONALS STUDENT LOAN AND SCHOLARSHIP PROGRAMS.

#### §18C-3-2. State aid for students of optometry.

- 1 (a) The commission is authorized to enter into contracts with
- 2 an educational institution or institutions outside the state that
- 3 offer training in optometry, podiatry or veterinary medicine by

the terms of which the commission may obligate itself to pay the 4 5 institution, within the limits of any appropriation made for the purpose, a stated amount per year for each West Virginia student 6 7 the institution will agree to accept for training in optometry, 8 podiatry or veterinary medicine. 9 (b) Each year the commission shall send to any appropriate 10 institution a certified list of all persons applying to the 11 commission for training in optometry, podiatry or veterinary medicine who are bona fide citizens and residents of this state 12 13 prior to filing their applications, and who have completed either within or without the state the course of study required by the 14 institution as a prerequisite to the study of optometry, podiatry 15

16 or veterinary medicine.

(c) Upon graduation from an educational institution for study
of optometry, podiatry or veterinary medicine, a person who
receives state aid under this section is required to meet one of the
following conditions:

(1) Practice full-time in this state in the field for which he or
she obtained financial aid, one year for each year the student
received financial aid under this section: or

(2) Reimburse the commission for the amount received
under this section. Repayments, including interest as set by the
vice chancellor for administration, collected from program
award recipients who fail to practice in West Virginia under the
terms of the program award agreement as set forth under this
section shall be returned to the commission for use in the
financial aid programs.

31 (d) The commission shall propose a legislative rule in
32 accordance with the provisions of article three-a, chapter twenty33 nine-a of this code to implement the provisions of this section.
34 The rule shall address at least the following items:

35 (1) Eligibility and selection criteria;

36 (2) Reimbursement and repayment;

37 (3) Forgiveness options for death or disability;

38 (4) Terms of an agreement to which the student must agree;39 and

40 (5) An appeal process.

41 (e) If considered necessary by the commission, the
42 provisions of this section may be extended by legislative rule to
43 other professional degrees which are not provided in the state,
44 but which are needed to enhance the state's economy.

## §18C-3-3. Health sciences service program; establishment; administration; eligibility.

1 (a) Legislative findings. — The Legislature finds that there 2 is a critical need for additional practicing health care professionals in West Virginia. Therefore, there is created a 3 4 health sciences service program to be administered by the vice 5 chancellor for health sciences. The purpose of this program is to 6 provide an incentive for health professional students to complete 7 their training and provide primary care in underserved areas of 8 West Virginia.

9 (b) Establishment of special account. — There is continued 10 a special revolving fund account under the higher education 11 policy commission in the State Treasury formerly known as the 12 "Health Sciences Scholarship Fund" and hereafter designated the 13 "Health Sciences Service Program Fund" to carry out the 14 purposes of this section. The fund consists of one or more of the 15 following:

16 (1) All unexpended health sciences scholarship funds on17 deposit in the State Treasury on the effective date of this section;

18 (2) Appropriations as may be provided by the Legislature;

(3) Repayments, including interest as set by the vice
chancellor for health sciences, collected from program award
recipients who fail to practice or teach in West Virginia under
the terms of the program award agreement as set forth under this
section or the health sciences scholarship program previously
established by this section; or

25 (4) Amounts that may become available from other sources.

Balances remaining in the fund at the end of the fiscal year
shall not expire or revert to the general revenue. All costs
associated with the administration of this section shall be paid
from the Health Sciences Service Program Fund under the
direction of the vice chancellor for health sciences.

31 (c) Eligibility requirements. —

32 (1) An individual is eligible for consideration for a health33 sciences service program award under the following conditions:

34 (1) The applicant is a fourth-year medical student at the
35 Marshall University School of Medicine, West Virginia School
36 of Osteopathic Medicine or West Virginia University School of
37 Medicine who has been accepted in a primary care
38 internship/residency program in West Virginia; or

39 (2) The applicant is enrolled in an approved education
40 program at a West Virginia institution leading to a degree or
41 certification in the field of nurse practitioner, nurse midwife,
42 physician assistant, physical therapist, doctoral clinical
43 psychologist, licensed independent clinical social worker, or
44 other disciplines identified as shortage fields by the vice
45 chancellor for health sciences; and

46 (3) The applicant signs an agreement to practice for at least
47 two years in an underserved area of West Virginia. An individual
48 also is eligible for consideration for a health sciences service
49 program award if the individual is pursuing a master's degree in

50 nursing and signs an agreement to teach at least two years for a 51 school of nursing located in West Virginia, as may be 52 determined by the vice chancellor for health sciences, after 53 receiving her or his master's degree. When making awards, 54 preference will be given to West Virginia residents.

55 (d) Program awards. — Program awards shall be in an 56 amount set by the Higher Education Policy Commission of at 57 least \$20,000 for medical students and at least \$10,000 for all 58 others and may be awarded by the vice chancellor for health 59 sciences, with the advice of an advisory panel, from the pool of 60 all applicants with a commitment to practice in an underserved 61 area of West Virginia. Nothing herein grants or guarantees an 62 applicant any right to a program award.

63 (e) Repayment provisions. — A program award recipient 64 who fails to practice in an underserved area of West Virginia 65 within six months of the completion of his or her training, who 66 fails to complete his or her training or who fails to complete the 67 required teaching is in breach of contract and is liable for 68 repayment of the program award and any accrued interest. The 69 granting or renewal of a license to practice in West Virginia or 70 to reciprocal licensure in another state based upon licensure in 71 West Virginia shall be contingent upon beginning payment and 72 continuing payment until repayment of the program award and 73 any accrued interest is complete. No license, renewal or 74 reciprocity shall be granted to persons whose repayments are in 75 arrears. The appropriate regulatory board shall inform all other 76 states where a recipient has reciprocated based upon West 77 Virginia licensure of any refusal to renew licensure in West 78 Virginia as a result of failure to repay the program award. This 79 provision shall be explained in bold type in the program award 80 contract. Repayment terms, not inconsistent with this section, 81 shall be established by the vice chancellor for health sciences 82 pursuant to rules as required under subsection (f) of this section.

83 (f) Promulgation of rules. — The Commission shall propose
84 rules pursuant to article three-a, chapter twenty nine-a of this

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code necessary for the implementation and administration of thissection.

87 (g) *Definitions.* — For purposes of the repayment provisions
88 of this section:

(1) "Training" means the entire degree program or 89 certification program for nurse midwives, nurse practitioners, 90 91 physician assistants, physical therapists, doctoral clinical 92 psychologists, licensed independent clinical social workers, and 93 other disciplines identified as shortage fields by the vice 94 chancellor. The term also means the completion of a degree program and includes completion of an approved 95 96 residency/internship program for students pursuing a degree in 97 medicine or a degree in osteopathy.

98 (2) "Underserved area" means any primary care health 99 professional shortage area located in the state as determined by 100 the Bureau for Public Health or any additional health 101 professional shortage area determined by the vice chancellor for 102 health sciences.

#### §18C-3-4. Nursing financial aid program; funding; administration; student awards; service requirements.

1 (a) There is continued in the State Treasury a special revenue 2 account known as the "Center for Nursing Fund" to be 3 administered by the commission for the purposes of this section. 4 Balances remaining in the fund at the end of the fiscal year shall not expire or revert to the general revenue. All costs associated 5 with the administration of this section shall be paid from the 6 7 Center for Nursing Fund under the direction of the Vice Chancellor for Administration. Administrative costs are to be 8 minimized and the maximum amount feasible is to be used to 9 10 fund awards for students in nursing programs.

11 (b) The account is funded from the following sources:

(1) A supplemental licensure fee not to exceed \$10 per year
to be paid by all nurses licensed by the Board of Examiners for
Registered Professional Nurses, pursuant to section eight-a,
article seven, chapter thirty of this code, and the Board of
Examiners for Licensed Practical Nurses, pursuant to section
seven-a, article seven-a, chapter thirty of this code;

(2) Repayments, including interest as set by the vice
chancellor for administration, collected from program award
recipients who fail to practice or teach in West Virginia under
the terms of the program award agreement as set forth under this
section; and

23 (3) Other public and private funds.

24 (c) In consultation with the board of directors of the West 25 Virginia Center for Nursing, established pursuant to article 26 seven-b, chapter thirty of this code, the commission shall 27 administer a financial aid program designed to benefit nurses 28 who practice in hospitals and other health care institutions or 29 teach in state nursing programs. Awards shall be made as 30 follows, subject to the terms of the rule provided for in this 31 section:

32 (A) An award of at least \$3,000 for a student in an approved
33 LPN nursing program located in the state. The student shall be
34 required to practice in West Virginia for at least one year;

35 (B) An award of at least \$7,500 for a student who has
36 completed half of an approved RN nursing program located in
37 West Virginia. A recipient shall be required to teach or practice
38 in West Virginia for at least two years.

39 (C) An award of at least \$15,000 to a student in a nursing
40 education master's degree program or doctoral student in an
41 approved nursing program located in West Virginia who shall be
42 required to teach in the state for at least two years.

43 (d) A student who has received financial aid under the
44 provisions of this section shall meet one of the following
45 conditions:

46 (1) Fulfill the service requirements provided in this section
47 and in any rules pertaining to this program which are duly
48 promulgated by the commission; or

49 (2) Reimburse the commission for the amount received50 under this section together with accrued interest as provided by51 the student agreement.

(e) The commission shall propose legislative rules in
accordance with the provisions of article three-a, chaptertwentynine-a of this code to implement the provisions of this section.
The rules shall address at least the following issues:

56 (1) Eligibility and selection criteria for participation in the57 financial aid program;

58 (2) Terms of a student agreement which the student must59 execute as a condition of receiving finacial aid;

60 (3) Reimbursement and repayment by students who receive
61 financial aid but fail to fulfill the post-graduation practice
62 requirements;

63 (4) Forgiveness options for death or disability of a student64 who received financial aid under this section; and

(5) An appeal process for students who were denied
participation or who have been ordered to pay reimbursement
and interest for failure to meet the conditions of receiving
financial aid.

(f) The commission shall report by the first of December
annually to the Legislative Oversight Commission on Health and
Human Resources Accountability and the Legislative Oversight
Commission on Education Accountability on the number of

- 73 students who have received awards and on all other matters
- 74 relevant to the provisions of this section.

#### CHAPTER 30. PROFESSIONS AND OCCUPATIONS.

#### ARTICLE 7B. CENTER FOR NURSING.

#### §30-7B-2. Definitions.

1 As used in this article, the following words have the 2 meanings ascribed to them unless the context clearly indicates a

- 3 different meaning:
- 4 (a) "Annual turnover rate" means the number of nurses who
  5 leave an organization in a year divided by the average number of
  6 nurses employed in that year;
- 7 (b) "Board" means the Board of Directors for the West8 Virginia Center for Nursing.
- 9 (c) "Center" means the West Virginia Center for Nursing.
- (d) "Direct patient care" means health care that provides for
  the physical, emotional, diagnostic or rehabilitative needs of a
  patient, or health care that involves examination, treatment or
  preparation for diagnostic tests or procedures.
- (e) "Hard to fill vacancy" means recruitment difficulties
  experienced which include, but are not limited to, lack of
  applicants, applicants who lack the proper qualifications,
  competition and undesirable hours.
- (f) "Vacancy rate" means the number of vacant budgeted
  nursing positions divided by the total number of budgeted
  nursing positions at a point in time.

#### §30-7B-3. West Virginia Center for Nursing.

- 1 (a) The West Virginia Center for Nursing is continued to
- 2 address the issues of recruitment and retention of nurses in West
- 3 Virginia.

4 (b) The Higher Education Policy Commission shall provide 5 suitable office space for the center and shall provide staff 6 support as necessary. The commission also shall share statistics 7 and other pertinent information with the center and shall work 8 cooperatively to assist it to achieve its objectives.

#### §30-7B-4. Center's powers and duties.

1 The center has the following responsibilities:

2 (a) Establish a statewide strategic plan to address the nursing
3 shortage in West Virginia;

4 (b) Establish and maintain a database of statistical
5 information regarding nursing supply, demand and turnover rates
6 in West Virginia and projections regarding future needs:

7 (1) The center shall collect data from employers annually
8 and shall collaborate with employers and other state agencies to
9 develop the best method for data collection.

(2) The data shall include vacancy rates, annual turnover rate
and statistics regarding hard to fill vacancies for all levels of
nurses.

13 (3) Employers of nurses who are surveyed shall provide data14 by the deadline established by the center;

15 (4) The center shall report data in aggregate form by
16 workforce region and shall use the data to plan strategically for
17 recruitment and retention initiatives by region.

18 (5) Data received under this section that contains
19 information identifying specific patients or health care facilities
20 is confidential, is not subject to disclosure and may not be
21 released unless all identifying information is removed.

(c) Establish and maintain a website to disseminate
information about the center, its mission, educational
opportunities and financial aid available in West Virginia;

(d) Evaluate capacity for expansion of nursing programs,
including the availability of faculty, clinical laboratories,
computers and software, library holdings and supplies; and

(e) The center has the authority to perform other activities
necessary or expedient to accomplish the purposes and
implement the provisions of this article.

#### §30-7B-5. Board of directors.

1 (a) The center is governed by a board consisting of the 2 following members:

3 (1) Two representatives from the West Virginia Board of
4 Examiners for Registered Professional Nurses, as follows:

5 (A) One representing a bachelor and higher degree program;6 and

7 (B) One representing an associate degree program;

8 (2) One representative from the West Virginia Board of9 Examiners for Licensed Practical Nurses;

10 (3) One representative from the West Virginia Nurses11 Association;

12 (4) One nurse representing a rural health care facility;

13 (5) One director of nursing:

14 (6) One health care administrator;

15 (7) One registered professional staff nurse engaged in directpatient care;

17 (8) One licensed practical nurse engaged in direct patient18 care;

19 (9) Two lay citizen members as required by section four-a,20 article one, chapter thirty of this code;

21 (10) Two ex officio, non-voting members, as follows:

(A) The Secretary of the Department of Health and HumanResources or his or her designee; and

24 (B) A representative from the Workforce Development25 Office.

(b) After the initial terms expire, terms are four years and nomember may serve more than two consecutive terms.

(c) The board shall elect annually from its voting members
a president and a secretary as required by section three, article
one, chapter thirty of this code. A majority of the appointed
members constitutes a quorum.

32 (d) In the case of a vacancy, the Governor has thirty days to
33 fill the vacancy or the Board of Examiners for Registered
34 Professional Nurses shall appoint a member to serve on the
35 board.

36 (e) The members of the board who are in office on the
37 effective date of this section, unless sooner removed, shall
38 continue to serve until their respective terms expire and until
39 their successors have been appointed and qualified.

40 (f) Each member of the board is entitled to receive
41 reimbursement for expenses in accordance with article one,
42 chapter thirty of this code and section seven of this article.

#### §30-7B-6. Powers and duties of the board of directors.

1 (a) The board has the following powers and duties:

2 (1) Determine policy for the operation of the center to 3 accomplish the purposes of this article; and

- 4 (2) Advise the Higher Education Policy Commission on
- 5 matters pertaining to the administration of the nursing financial
- 6 aid program established pursuant to section four, article three,
- 7 chapter eighteen-c of this code.
- 8 (b) The board shall rely upon the staff of the Higher9 Education Policy Commission to provide administrative and
- 10 professional support as needed.

#### §30-7B-7. Reimbursement for expenses.

- (a) Members of the board shall serve without compensation,
   but may be reimbursed for actual and necessary expenses
   incurred for each day or portion thereof in which they are
   engaged in the discharge of official duties. Reimbursements are
   made in a manner consistent with guidelines of the travel
   management office of the Department of Administration.
- 7 (b) The Higher Education Policy Commission shall provide
  8 for members' reimbursement from the funds accrued in the
  9 Center for Nursing Fund revenue account.

#### §30-7B-9. Reports.

1 The center shall report by December 1 of each year to the 2 Legislative Oversight Commission on Health and Human 3 Resources Accountability and the Legislative Oversight 4 Commission on Education Accountability on its progress in 5 developing a statewide strategic plan to address the nursing 6 shortage in West Virginia and on any other issues the board 7 considers relevant to the practice of nursing in this state. 8 Additionally, the board shall provide drafts of legislation needed 9 to implement recommendations of the center's strategic plan. That Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman, House Committee

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Originating in the House.

In effect ninety days from passage.

Clerk of the House of Delegates 3 MAY -3 Clerk of the Senate PM 7: Speaker of the House of Delegate F ent of the Senate The within is disapproved this the 3rd 2013. day of \_ Jemphi: Got

#### PRESENTED TO THE GOVERNOR

MAY - 1 2013