1 AN ACT relating to the health care workforce.

## 2 Be it enacted by the General Assembly of the Commonwealth of Kentucky:

- 3 → Section 1. KRS 164.0401 is amended to read as follows:
- 4 For the purposes of KRS 164.0401 to 164.0407:
- 5 (1) "Council" means the Council on Postsecondary Education;
- 6 (2) "Dedicated funds" means a gift, grant, or donation to the fund that is subject to restrictions imposed by a private grantor under KRS 164.0401 to 164.0407;
- 8 (3) "Eligible healthcare credential" means:
- 9 (a) <u>An[A licensed]</u> alcohol and drug counselor <u>license</u>, <u>[licensed]</u> clinical alcohol and drug counselor <u>license</u>, <u>[licensed]</u> clinical alcohol and drug counselor associate <u>license</u>, professional art therapist <u>license</u>, professional art therapist associate license, or community health worker certificate issued pursuant to KRS Chapter 309;
- 14 (b) Any emergency medical services license or certificate issued pursuant to KRS
  15 Chapter 311A;
- 16 (c) Any medical imaging, radiation, or other license issued pursuant to KRS
  17 Chapter 311B;
- 18 (d) A dental hygienist or dental assistant license issued pursuant to KRS Chapter 19 313;
- 20 (e) Any nursing license or certificate issued pursuant to KRS Chapter 314 or registration as a state—registered nursing aide with the Kentucky Board of Nursing;
- 23 (f) A respiratory care practitioner certificate issued pursuant to KRS Chapter 24 314A;
- 25 (g) Any psychology license or certificate issued pursuant to KRS Chapter 319;
- 26 (h) Any occupational therapy license issued pursuant to KRS Chapter 319A;
- 27 (i) Any behavior analyst license issued pursuant to KRS Chapter 319C;

1		(j)	Any physical therapy certificate or license issued pursuant to KRS Chapter
2			327; <del>[ and ]</del>
3		(k)	Any social worker, marriage and family therapist, or professional counselor
4			certificate or license issued pursuant to KRS Chapter 335;
5		<u>(l)</u>	A physician assistant license issued pursuant to KRS Chapter 311; and
6		<u>(m)</u>	A dietitian license or nutritionist certificate issued pursuant to KRS Chapter
7			<u>310;</u>
8	(4)	"Gra	antor" means an individual or an entity that gifts, grants, or donates moneys to
9		the I	Kentucky healthcare workforce investment fund established in KRS 164.0402;
10	(5)	"Hea	althcare partner" means a grantor to the Kentucky healthcare workforce
11		inve	stment fund that is:
12		(a)	A healthcare provider as defined in KRS 367.4081;
13		(b)	A healthcare facility licensed by and operating in Kentucky;
14		(c)	A qualified mental health professional as defined in KRS 202A.011; or
15		(d)	Any healthcare or healthcare-related association, individual, or corporation
16			doing business in and incorporated under the laws of the Commonwealth;
17	(6)	"Hea	althcare program" means an education or training program that is a specific
18		requ	irement to an eligible healthcare credential, including but not limited to a high
19		scho	ool healthcare vocational program;
20	(7)	"His	torically underserved county" means a county of the Commonwealth with
21		enha	anced workforce demands, as demonstrated by:
22		(a)	Objective healthcare workforce data that demonstrates needs and demands
23			upon its healthcare workforce that exceed the statewide average; and
24		(b)	Final unemployment figures calculated by the Department of Workforce
25			Development demonstrating a countywide rate of unemployment that exceeds
26			the statewide unemployment rate of the Commonwealth:
27			1. In the most recent five (5) consecutive calendar years; or

1		2. By two hundred percent (200%) in the most recent calendar year; and
2	(8)	"Kentucky resident" is a Kentucky resident as defined by the council pursuant to
3		KRS 164.020(8).
4		→ Section 2. KRS 164.0403 is amended to read as follows:
5	(1)	The council shall reserve at least sixty-five percent (65%) of all net moneys in the
6		Kentucky healthcare workforce investment fund for partnership proposals between
7		healthcare programs and healthcare partners to provide healthcare training
8		scholarships to Kentucky residents enrolled in healthcare programs in Kentucky.
9	(2)	In accepting partnerships, the council shall evaluate each partnership proposal to
0		determine if the proposal meets the requirements of this section and administrative
1		regulations promulgated by the council. The administrative regulations shall create
2		a process to prioritize accepting partnerships to proposals:
3		(a) Targeted to address the specific needs of a historically underserved county or
4		to improve racial and ethnic diversity within a specific designated healthcare
5		credential targeted by the partnership;
6		(b) Targeted to reduce the workforce demand of a specific eligible healthcare
17		credential that is determined by the council, based on objective criteria, to be
8		among the highest in demand in the Commonwealth; or
9		(c) From healthcare partners with fifty (50) or fewer employees.
20	(3)	A partnership shall require a written partnership contract between a healthcare
21		program, healthcare partner, and the council. The partnership contract shall:
22		(a) Prohibit any disbursement of moneys from the Kentucky healthcare
23		workforce investment fund until the moneys appropriated by the General
24		Assembly to be distributed are matched, at least dollar for dollar, with moneys
25		deposited to the fund by the healthcare partner;
26		(b) Require the healthcare program to use all moneys distributed to the healthcare
27		program pursuant to the partnership contract to issue direct healthcare training

1 scholarships to Kentucky students enrolled in the healthcare program; 2 (c) If applicable to a healthcare program, require that the healthcare training 3 scholarship application process encourage applicants to complete the Free Application for Federal Student Aid; and 4 Meet all other requirements set forth in this section and administrative 5 (d) 6 regulation, including but not limited to any reporting requirements to the 7 council. 8 (4) Disbursements of moneys from the Kentucky healthcare workforce investment fund 9 to support healthcare training scholarships shall be made directly to a healthcare 10 program pursuant to the terms of the partnership contract. 11 (5) A healthcare program that enters a partnership contract shall solicit, accept, and 12 review healthcare training scholarship applications submitted by students enrolled 13 in the healthcare program. A partnership contract may require that a healthcare 14 program do so in collaboration with the healthcare partner. The healthcare program 15 shall award healthcare training scholarships pursuant to any scholarship criteria set 16 forth in the partnership contract, this section, and administrative regulations. The 17 decisions of the healthcare program in the issuance of scholarships shall be final. 18 (6) A healthcare training scholarship issued by a healthcare program pursuant to a 19 partnership contract shall be made directly to a recipient pursuant to a written 20 scholarship contract between the recipient and the healthcare program. The 21 scholarship contract shall not restrict the recipient's ability to utilize the scholarship 22 for the total cost of attendance. Each recipient of a scholarship shall: 23 (a) Agree in the written contract to practice as a licensed or certified medical 24 professional in the Commonwealth for a contract period of one (1) year for 25 each academic year funded by the scholarship up to a maximum of two (2) 26 total years; and

Sign a promissory note as evidence of the scholarship and the obligation to

(b)

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1	repay the scholarship amount upon failure to complete terms of the contract.
2 (7)	A grantor may place restrictions upon a contribution to the Kentucky healthcare
3	workforce investment fund requiring specific criteria for a healthcare training
4	scholarship or scholarships funded by the grantor's dedicated funds to students who
5	agree in the scholarship contract required by subsection (6)(a) of this section to
6	practice as a certified or licensed healthcare professional, including but not limited
7	to criteria restricting:
8	(a) Except as provided in subsection (9) of this section, employment by the
9	healthcare partner for the contract period; or
10	(b) Employment at a location within a designated geographic area of the
1	Commonwealth for the contract period.
(8)	The healthcare training scholarship contract shall grant the healthcare program, the
13	Commonwealth, or the healthcare partner the authority to initiate recoupment
4	proceedings for the recovery of the total amount of all healthcare training
15	scholarships awarded to an individual that fails to complete the terms of a contract
16	entered into in accordance with subsection (6) of this section, together with
17	reasonable attorney fees and interest at a compound rate not to exceed eight percent
18	(8%) per annum from the date of disbursement from the fund.
19	(9) <u>(a)</u> A healthcare training scholarship shall not [:
20	(a) ] be awarded to an applicant enrolled in a state registered nursing aide training
21	and competency evaluation program who is:
22	1. Not charged for any portion of the program pursuant to 42 C.F.R. sec.
23	483.152(c)(1); or
24	2. Eligible for reimbursement for the costs of the program pursuant to 42
25	C.F.R. sec. 483.152(c)(2) prior to entering the scholarship contract.[; or]
26	(b) A healthcare training scholarship awarded to applicants enrolled in a state
27	registered nursing aide training and competency evaluation program shall

1	<u>not</u> include an employment restriction that would restrict the recipient to be
2	employed by a specific healthcare partner for the contract period required by
3	subsection (6) of this section or that would otherwise constitute an offer of
4	employment in accordance with 42 C.F.R. sec. 483.152(c)(1).
5	(10) An applicant who has been listed on the nurse aide abuse registry with a
6	substantiated finding of abuse, neglect, or misappropriation of property shall not be
7	eligible for a healthcare training scholarship.