74th OREGON LEGISLATIVE ASSEMBLY - 2007 Regular Session MEASURE: SB 188

STAFF MEASURE SUMMARY CARRIER: Rep. Maurer

House Committee on Health Care

REVENUE: No revenue impact FISCAL: Fiscal statement issued

 Action:
 Do Pass

 Vote:
 8 - 0 - 1

Yeas: Bonamici, Bruun, Cannon, Flores, Kotek, Maurer, Richardson, Greenlick

Nays: 0 Exc.: Gelser

Prepared By: Sandy Thiele-Cirka, Administrator

Meeting Dates: 5/21

WHAT THE MEASURE DOES: Requires that health professionals complete minimum practice requirements in the period immediately following the completion of their training requirements or the execution of a Rural Health Services agreement with the Oregon Student Assistance Commission ("Commission"), whichever comes later. Allows dentists to qualify for Rural Health Service Program. Directs Office of Rural Health to select qualifying practice sites for the program. Allows the Commission to give preference to participants who agree to practice in certain communities.

ISSUES DISCUSSED:

- Background on the Oregon Rural Health Services loan repayment program
- Expanding the program to include dentists
- Current dental provider shortage is more critical in rural communities
- · Ability of participants to postpone or opt out of service under current program arrangements
- Ongoing recruitment assistance and activities to attract providers to rural Oregon
- Advantages of communities providing matching funds to attract candidates
- Percentage of participants who remain in rural communities

EFFECT OF COMMITTEE AMENDMENT: No amendment.

BACKGROUND: The Rural Health Services loan repayment program was created in 1989 (ORS 442.550 – 442.570) as part of a comprehensive state effort to enhance medical services in rural areas and encourage family practice physicians, nurse practitioners, pharmacists and physician assistants to practice in designated rural areas in Oregon with unmet health care needs. It was funded at a level of \$400,000 per biennium, and remains at that level today. In exchange for qualifying service, participants may receive funds to repay qualifying graduate-level federal loans. The maximum benefit from the program per participant is \$100,000. Physicians and pharmacists must work at a qualifying site for a minimum of three years, and nurse practitioners and physician assistants must work for two.

Under the current structure, awards are tied to candidates and not to specific practice sites. Award recipients have three years to decide where to fulfill their practice obligation and can decline the award at any time during this period. The program is administered by the Oregon Student Assistance Commission and under current funding levels, the Commission is able to make awards to one or two physicians, plus four or five awards divided among nurse practitioners, physician assistants and pharmacists.