

SB 2

Relating to OHSU health care scholarships

Senate Bill 2 establishes the Scholars for a Healthy Oregon Initiative at the Oregon Health and Science University or OHSU. This program will provide a scholarship to eligible participants who are entering an OHSU training program for physicians, dentists, nurse practitioners, physician assistants, and nurse anesthetists. Participants who agree to serve in medically underserved communities are provided a conditional scholarship. These participants then must agree to serve in the defined designated area for at least one year longer than they participated in the training program. Failure to complete this requirement results in the repayment of the scholarship plus a 25% penalty. The repayment and penalty is reduced proportionately for each year the participant serves in the designated area or community.

The Education Subcommittee approved funding of \$2.5 million General Fund which is estimated to assist 21 students in the various medical fields for the 2014-15 school year.

The Education Subcommittee recommends SB 2 be amended, and be reported out do pass, as amended.

**77th OREGON LEGISLATIVE ASSEMBLY – 2013 Session
BUDGET REPORT AND MEASURE SUMMARY**

JOINT COMMITTEE ON WAYS AND MEANS

MEASURE: SB 2-A

Carrier – House: Rep. Sprenger

Carrier – Senate: Sen. Girod

Action: Do Pass as Amended and be Printed A-Engrossed

Vote:

House

Yeas:

Nays:

Exc:

Senate

Yeas:

Nays:

Exc:

Prepared By: Bill McGee, Department of Administrative Services

Reviewed By: Doug Wilson, Legislative Fiscal Office

Meeting Date: June 12, 2013

Agency

Oregon Health and Sciences University

Biennium

2013-15

Budget Summary

	2011-13 Legislatively Approved Budget⁽¹⁾	2013-15 Current Service Level	2013-15 Committee Recommendation	Committee Change from 2011-13 Leg. Approved	
				\$ Change	% Change
General Fund	\$ 0	\$ 0	\$ 2,500,000	\$ 2,500,000	100.0%

Summary of Revenue Changes

The Scholars for a Healthy Oregon Initiative is established with a General Fund allocation to the Oregon Health and Science University (OHSU). Since OHSU was shifted from a state agency to a public corporation in 1995, the funds are appropriated to the Department of Administrative Services for distribution to OHSU. Funds repaid by students who fail to complete their service commitment are required to be deposited into a separate fund restricted for use in this program. OHSU is authorized to accept funds from any public or private source to support the initiative.

Summary of Education Subcommittee Action

Senate Bill 2 establishes Scholars for a Healthy Oregon Initiative at the Oregon Health and Science University (OHSU). The program will pay the entire cost of tuition and fees in exchange for a commitment from students to work after graduation in medically underserved communities in Oregon. Oregon residents entering OHSU programs leading to degrees as physicians, dentists, nurse practitioners, physician assistants, and certified registered nurse anesthetists will be eligible for the program. Priority is to be given to students from a rural heritage, first generation college students, or students from diverse or underrepresented communities.

Students enrolled in the program will commit to work in full-time practice at a site designated as a critical need area, seeing patients regardless of ability to pay. Designated service sites are those in which the geographic area, population make-up, or facility site is within a Health Professional Shortage Area, Medically Underserved Area, or Medically Underserved Population, as designated by the U.S. Department of Health and Human Services. Designated service sites also include rural health clinics, federally qualified health clinics, and rural clinical hospitals.

After graduation, health care practitioners will be required to practice in a designated service site for one year longer than they participated in the health care program (e.g. medical school). Failure to meet this commitment will require a student to repay the full cost of their tuition and fees plus an additional 25 percent penalty. The repayment amount is reduced proportionately for each year the participant serves in a designated area.

The Subcommittee approved an appropriation of \$2,500,000 General Fund to implement the Scholars of a Healthy Oregon Initiative in the 2014-15 academic year. This level of funding is expected to fund approximately 21 students.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

SB 2-A

Department of Administrative Services
 Bill McGee 503-378-2078

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE	
			LIMITED	NONLIMITED	LIMITED	NONLIMITED				
2011-13 Legislatively Approved Budget at Dec 2012 *	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0	0.00	
2013-15 ORBITS printed Current Service Level (CSL)*	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0	0.00	
<u>SUBCOMMITTEE ADJUSTMENTS (from CSL)</u>										
SCR 002: Education & General/Hospitals & Clinics/CDRC										
Special Payments: Other Special Payments	\$ 2,500,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	2,500,000	0	0.00
TOTAL ADJUSTMENTS	\$ 2,500,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	2,500,000	0	0.00
SUBCOMMITTEE RECOMMENDATION *	\$ 2,500,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	2,500,000	0	0.00

% Change from 2011-13 Leg Approved Budget	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	100.0%	0.0%	0.0%
% Change from 2013-15 Current Service Level	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	100.0%	0.0%	0.0%

*Excludes Capital Construction Expenditures

SB 2-4
(LC 3322)
6/4/13 (DRG/ps)

**PROPOSED AMENDMENTS TO
SENATE BILL 2**

1 On page 1 of the printed corrected bill, line 6, after “means” insert “a
2 rural health clinic as defined in 42 U.S.C. 1395x(aa)(2), a rural critical ac-
3 cess hospital as defined in ORS 315.613, a federally qualified health center
4 as defined in 42 U.S.C. 1396d(1)(2) or”.

5 On page 3, line 1, delete “biennium” and insert “even-numbered year”.

6 Delete lines 7 and 8 and insert:

7 **“SECTION 2. (1) Section 1 of this 2013 Act first applies to scholar-
8 ship moneys expended on or after June 30, 2014.**

9 **“(2) The first report required under section 1 (11) of this 2013 Act
10 is due on December 1, 2014.”.**

11 In line 11, delete “\$4,900,000” and insert “\$2,500,000”.

12
