

# STATE OF NEW YORK

1846

2021-2022 Regular Sessions

## IN ASSEMBLY

January 11, 2021

Introduced by M. of A. PRETLOW -- read once and referred to the Committee on Higher Education

AN ACT to amend the education law, in relation to regents professional education scholarships, health care professional opportunity scholarships and loan forgiveness for podiatrists and dentists

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. Subdivision 3 of section 605 of the education law, as  
2 amended by chapter 31 of the laws of 1985, is amended to read as  
3 follows:

4 3. Regents professional education in medicine [~~ex~~], dentistry, or  
5 podiatry scholarships. Regents professional education in medicine [~~ex~~],  
6 dentistry, or podiatry scholarships shall be awarded annually, on a  
7 competitive basis, to students beginning professional study in medicine  
8 [~~ex~~], dentistry, or podiatry. One hundred such scholarships shall be  
9 awarded annually, and shall be classified and allocated in accordance  
10 with regents rules. The provisions of this subdivision shall only apply  
11 to any recipient who receives his or her first award payment prior to  
12 the nineteen hundred eighty-five--nineteen hundred eighty-six academic  
13 year.

14 § 2. Subdivision 9 of section 605 of the education law, as amended by  
15 chapter 523 of the laws of 1992, subparagraph 3 of paragraph a as  
16 amended by section 89 of subpart B of part C of chapter 62 of the laws  
17 of 2011, is amended to read as follows:

18 9. Regents physician, dentist and podiatrist loan forgiveness program.  
19 Regents physician, dentist and podiatrist loan forgiveness awards shall  
20 be awarded annually to physicians, dentists and podiatrists who agree to  
21 practice medicine, dentistry or podiatry in an area of New York state  
22 designated by the regents as having a shortage of physicians, dentists  
23 or podiatrists. Such awards shall be classified and allocated in  
24 accordance with regents rules.

EXPLANATION--Matter in italics (underscored) is new; matter in brackets  
[-] is old law to be omitted.

LBD00236-01-1

1 a. Eligibility. (1) The applicant must be a resident of New York state  
2 and licensed to practice medicine, dentistry or podiatry.

3 (2) The applicant must have completed a professional residency program  
4 within the five years immediately preceding the period for which the  
5 first award would be granted, or be within two years of completion of an  
6 accredited residency program in a primary care specialty designated in  
7 short supply by the board of regents.

8 (3) The applicant must agree to practice medicine, dentistry or podia-  
9 try in an area in New York state designated as having a shortage of  
10 physicians, dentists or podiatrists. The regents, after consultation  
11 with the commissioners of health, corrections and community supervision,  
12 mental health and developmental disabilities, shall designate those  
13 regions and facilities of New York state which have a shortage of physi-  
14 cians, dentists or podiatrists for the purposes of this section and  
15 establish relative rankings thereof.

16 b. Selection. The commissioner, in consultation with the commissioner  
17 of health, shall establish criteria for the selection of participants in  
18 the program. An applicant must satisfy at least one of the criteria  
19 established. A priority shall be accorded to any applicant who is  
20 completing the second year of the service requirement and is reapplying  
21 for a new award. The criteria shall include but not be limited to the  
22 following:

23 (i) reapplication for a new award by a person who is completing the  
24 second year of a service requirement;

25 (ii) receipt of specific training in a primary care specialty or  
26 obstetrics, determined by the regents to be in short supply;

27 (iii) receipt of specific training or experience in serving a shortage  
28 area;

29 (iv) receipt of specific training or experience matching a specific  
30 medical, dental or podiatric need existing in a shortage area; and

31 (v) agreement pursuant to [~~subdivision (d)~~] paragraph d of this  
32 [~~section~~] subdivision to practice in an area determined by the regents  
33 to have a severe shortage of primary care physician, dentist or podia-  
34 trist services.

35 c. Notification. (1) The commissioner shall then forward approved  
36 applications to the president and shall notify unsuccessful applicants;

37 (2) The president shall verify the approved applicants':

38 (i) eligibility; and

39 (ii) total undergraduate and medical, dental or podiatric school  
40 student expense;

41 (3) The president shall notify applicants of their award entitlement.

42 d. Service requirement. Within such time as the commissioner shall by  
43 regulation provide, a recipient of an award shall have agreed to prac-  
44 tice medicine, dentistry or podiatry in a specific area designated as  
45 having a shortage of physicians, dentists or podiatrists for a period of  
46 twelve months for each annual payment to be received by the recipient.  
47 Physicians, dentists and podiatrists in training who receive an award  
48 shall not receive credit toward their required service for time spent in  
49 a training program. In no case shall the total number of months of  
50 service required be less than twenty-four. The president shall, in  
51 consultation with the commissioner, develop and secure from each award  
52 recipient, a written agreement to:

53 (i) practice medicine, dentistry or podiatry in the designated short-  
54 age area;

55 (ii) to accept Medicare and Medicaid payments; and

1 (iii) to provide thirty-five hours per week of direct patient care in  
 2 the designated shortage area being served, or to the designated popu-  
 3 lation being served.

4 If a recipient fails to comply fully with such conditions, the president  
 5 shall be entitled to receive from such recipient an amount to be deter-  
 6 mined by the formula:

$$7 \quad A = 2B (t-s)$$

8 -----

9 t

10 in which "A" is the amount the president is entitled to recover; "B" is  
 11 the sum of all payments made to the recipient and the interest on such  
 12 amount which would be payable if at the times such awards were paid they  
 13 were loans bearing interest at the maximum prevailing rate; "t" is the  
 14 total number of months in the recipient's period of obligated services;  
 15 and "s" is the number of months of service actually rendered by the  
 16 recipient. Any amount which the president is entitled to recover under  
 17 this paragraph shall be paid within the five-year period beginning on  
 18 the date that the recipient failed to comply with this service condi-  
 19 tion. Nothing in the written agreement shall affect the terms of employ-  
 20 ment of the individual who shall negotiate, separate and apart from the  
 21 program, his or her salary and other forms of employment with an agency,  
 22 institution or a program in which he or she shall be employed.

23 Any obligation to comply with such provisions as outlined in this  
 24 section shall be cancelled upon the death of the recipient. The commis-  
 25 sioner shall make regulations to provide for the waiver or suspension of  
 26 any financial obligation which would involve extreme hardship.

27 e. Reporting. A recipient of an award shall report annually to the New  
 28 York state higher education services corporation, and the department of  
 29 health on forms prescribed by the president, as to the performance of  
 30 the required services, commencing with the calendar year in which the  
 31 recipient begins to practice medicine, dentistry or podiatry in a short-  
 32 age area and continuing until the recipient shall have completed, or it  
 33 is determined that he or she shall not be obligated to complete, the  
 34 required services. If the recipient shall fail to file any report  
 35 required hereunder within thirty days of written notice to the recipi-  
 36 ent, mailed to the address shown on the last application for an award or  
 37 last report filed, whichever is later, the president of the corporation  
 38 may impose a fine of up to one thousand dollars. The president shall  
 39 have the discretion to waive the filing of a report, excuse a delay in  
 40 filing or a failure to file a report, or waive or reduce any fine  
 41 imposed for good cause shown.

42 f. Other awards. Award recipients shall be eligible to apply for one  
 43 additional award.

44 § 3. Subdivision 10 of section 605 of the education law, as added by  
 45 chapter 31 of the laws of 1985, is amended to read as follows:

46 10. Regents health care professional opportunity scholarships.  
 47 Regents health care professional opportunity scholarships shall be  
 48 awarded annually to students who are beginning or engaged in an approved  
 49 program in medicine ~~[ex]~~, dentistry, or podiatry and who are econom-  
 50 ically disadvantaged and/or members of an underrepresented minority  
 51 group, provided, however, that to the extent that regents health care  
 52 professional opportunity scholarships are not awarded, such scholarships  
 53 shall be awarded as regents professional opportunity scholarships. These  
 54 scholarships shall be classified and allocated in accordance with  
 55 regents rules.

1 a. In selecting and certifying scholarship recipients under this  
2 subdivision, priority shall be accorded to applicants in the following  
3 order:

4 (1) First, to any applicant who is economically disadvantaged as  
5 defined by the regents and a minority historically underrepresented in  
6 the profession as determined by the regents after consultation with the  
7 council on professional career opportunity created by section nine  
8 hundred forty-one of the executive law;

9 (2) Second, to any applicant who is a minority underrepresented in the  
10 profession as determined by the regents after consultation with the  
11 council on professional career opportunity created by section nine  
12 hundred forty-one of the executive law;

13 (3) Third, to any applicant who is a graduate of the state-sponsored  
14 opportunity program pursuant to section sixty-four hundred fifty-one or  
15 sixty-four hundred fifty-two of this chapter.

16 In the event that there are more applicants who have the same priority  
17 than there are remaining scholarships, the commissioner shall distribute  
18 the remaining number of such scholarships by means of a lottery or other  
19 form of random selection.

20 b. The commissioner shall then forward approved applications to the  
21 president and shall notify unsuccessful applicants.

22 c. The president shall notify applicants of their award entitlement.

23 d. The president shall, in consultation with the commissioner, develop  
24 and secure from each successful applicant a written agreement to prac-  
25 tice medicine [~~or~~], dentistry, or podiatry, as appropriate, in a desig-  
26 nated shortage area. Within such time as the commissioner shall by regu-  
27 lation provide, a recipient of an award shall have practiced medicine  
28 [~~or~~], dentistry, or podiatry in an area designated as having a shortage  
29 of physicians [~~or~~], dentists, or podiatrists, as appropriate, for that  
30 number of months calculated by multiplying by twelve the number of annu-  
31 al payments received by the recipient. In no case shall the total number  
32 of months of service required be less than twenty-four. If a recipient  
33 fails to comply fully with such conditions, the president shall be enti-  
34 tled to receive from such recipient an amount to be determined by the  
35 formula:

$$A = 2B (t-s) \\ \text{-----} \\ t$$

39 in which "A" is the amount the president is entitled to recover; "B" is  
40 the sum of all payments made to the recipient and the interest on such  
41 amount which would be payable if at the times such awards were paid they  
42 were loans bearing interest at the maximum prevailing rate; "t" is the  
43 total number of months in the recipient's period of obligated services;  
44 and "s" is the number of months of service actually rendered by the  
45 recipient. Any amount which the president is entitled to recover under  
46 this paragraph shall be paid within the five-year period beginning on  
47 the date that the recipient failed to comply with this service condi-  
48 tion. Nothing in the written agreement shall affect the terms of employ-  
49 ment of the individual who shall negotiate, separate and apart from the  
50 program, his or her salary and other forms of employment with an agency,  
51 institution or a program in which he or she shall be employed.

52 Any obligation to comply with such provisions as outlined in this  
53 section shall be cancelled upon the death of the recipient. The commis-  
54 sioner shall make regulations to provide for the waiver or suspension of  
55 any financial obligation which would involve extreme hardship.

1 e. A recipient of an award shall report annually to the New York state  
2 higher education services corporation, on forms prescribed by it, as to  
3 the performance of the required services, commencing with the calendar  
4 year in which the recipient begins to practice medicine [~~or~~], dentistry,  
5 or podiatry in a shortage area and continuing until the recipient shall  
6 have completed, or it is determined that he or she shall not be obli-  
7 gated to complete, the required services. If the recipient shall fail  
8 to file any report required hereunder within thirty days of written  
9 notice to the recipient, mailed to the address shown on the last appli-  
10 cation for an award or last report filed, whichever is later, the presi-  
11 dent of the corporation may impose a fine of up to one thousand dollars.  
12 The president shall have the discretion to waive the filing of a report,  
13 excuse a delay in filing or a failure to file a report, or waive or  
14 reduce any fine imposed for good cause shown.

15 § 4. Section 677 of the education law, as added by chapter 31 of the  
16 laws of 1985 and subdivision 1 as amended by chapter 439 of the laws of  
17 1988, is amended to read as follows:

18 § 677. Regents physician, dentist and podiatrist loan forgiveness  
19 program. 1. Number and certification. Eighty regents physician, dentist  
20 and podiatrist loan forgiveness awards shall be awarded each year. Such  
21 awards shall be allocated as provided in article thirteen of this chap-  
22 ter to eligible physicians, dentists and podiatrists as certified to the  
23 president by the commissioner.

24 2. Calculation of award amounts. Each award shall consist of two  
25 consecutive annual loan forgiveness payments. Each of the annual  
26 payments shall be for an amount equal to the total of undergraduate and  
27 medical, dental or podiatric school student loan expense or ten thousand  
28 dollars whichever is less. The president shall be responsible for  
29 calculating the dollar amount of each award that [~~eligible~~] eligible  
30 candidates may receive from this program. For the purposes of this  
31 section, student loan expense shall mean the cumulative total of the  
32 annual student loans covering the cost of attendance at an undergraduate  
33 institution and/or medical, dental or podiatric school. Interest paid or  
34 due on student loans that an applicant has taken out for use in paying  
35 for such undergraduate and/or medical, dental or podiatric education  
36 shall be considered eligible for reimbursement under this program.

37 3. Award disbursement. a. Annual award disbursements shall be the  
38 responsibility of the president and shall occur prior to the beginning  
39 of each of the required terms of service as specified in the service  
40 contract. The board of trustees of the higher education services corpo-  
41 ration shall adopt rules and regulations regarding criteria for deter-  
42 mining successful completion of the service contract and any appeal  
43 process that may be required to implement this paragraph upon recommen-  
44 dation of the president in consultation with the commissioner.

45 b. The disbursement of the second annual award shall be dependent upon  
46 successful completion of the first year requirement of the service  
47 contract as defined by the president, as well as other criteria set  
48 forth in this section.

49 § 5. This act shall take effect on the first of July next succeeding  
50 the date on which it shall have become a law, provided, that the amend-  
51 ments to subdivision 10 of section 605 of the education law made by  
52 section three of this act shall not affect the termination of such scho-  
53 larship as provided by section 17 of chapter 31 of the laws of 1985, as  
54 amended.