## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 2675 <sup>Session of</sup> 2020

INTRODUCED BY BOBACK, MURT, FREEMAN, DeLUCA, READSHAW, HILL-EVANS, ROEBUCK AND CONKLIN, JULY 8, 2020

REFERRED TO COMMITTEE ON EDUCATION, JULY 8, 2020

## AN ACT

1 2	Establishing the Student Loan Forgiveness for Optometrists Program.
3	The General Assembly of the Commonwealth of Pennsylvania
4	hereby enacts as follows:
5	Section 1. Short title.
6	This act shall be known and may be cited as the Student Loan
7	Forgiveness for Optometrists Act.
8	Section 2. Declaration of purpose.
9	The General Assembly declares that the purpose of this act is
10	to provide an incentive for individuals to pursue higher
11	education and training in optometry and practice optometry in
12	this Commonwealth.
13	Section 3. Definitions.
14	The following words and phrases when used in this act shall
15	have the meanings given to them in this section unless the
16	context clearly indicates otherwise:
17	"Agency." The Pennsylvania Higher Education Assistance
18	Agency.

"Award recipient." An eligible individual who receives
 student loan forgiveness under the program.

3 "Eligible individual." An individual who:

4 (1) holds an undergraduate degree from an institution of
5 higher learning and graduated from an accredited optometric
6 educational institution; or

7 (2) is a practicing optometrist in this Commonwealth.
8 "Optometrist." An individual licensed to practice optometry
9 under the act of June 6, 1980 (P.L.197, No.57), known as the
10 Optometric Practice and Licensure Act.

11 "Program." The Student Loan Forgiveness for Optometrists12 Program under section 4.

13 Section 4. Student Loan Forgiveness for Optometrists Program.

14 (a) Establishment.--The Student Loan Forgiveness for15 Optometrists Program is established within the agency.

(b) Administration.--The agency shall administer the program for the purpose of providing student loan forgiveness for eligible individuals who enter into an agreement with the agency to practice optometry in this Commonwealth as provided under subsection (c).

(c) Loan forgiveness.--The agency shall forgive 50% of an eligible individual's student loans, not to exceed \$200,000, if the eligible individual enters into an agreement with the agency to practice optometry in this Commonwealth for a period of three consecutive years.

26 (d) Agreement provisions.--The agreement under subsection27 (c) shall include the following terms:

(1) If the award recipient is not licensed to practice
optometry in this Commonwealth, the award recipient shall
apply for an optometry license to practice in this

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1 Commonwealth at the earliest practicable opportunity.

2 (2) Within six months after entering into an agreement
3 under subsection (c), the award recipient shall practice
4 optometry in this Commonwealth according to the terms of the
5 student loan forgiveness award.

6 (3) The award recipient shall agree to practice 7 optometry in this Commonwealth on a full-time basis.

8 (4)The award recipient shall permit the agency to 9 determine compliance with the work requirement specified in 10 the agreement under subsection (c). If the award recipient fails to comply with the work requirement, the award 11 12 recipient shall reimburse the Commonwealth for the amount of 13 student loan forgiveness received, including interest accrued as determined by the agency. The award recipient and the 14 15 agency shall make every effort to resolve conflicts in order 16 to prevent a breach of the agreement under subsection (c).

17 (5) Upon the award recipient's death or total or 18 permanent disability, the agency shall not be required to 19 provide student loan forgiveness under the program.

20 (6) The agency may terminate student loan forgiveness
21 and demand repayment of the amount of student loans forgiven
22 if:

23 (i) the award recipient is convicted of or pleads24 guilty or no contest to a felony; or

(ii) the State Board of Optometry has determined
that the award recipient has committed an act of gross
negligence in the practice of optometry or has suspended
or revoked the award recipient's license to practice.
(e) Agreement enforcement.--Notwithstanding 42 Pa.C.S. §
8127 (relating to personal earnings exempt from process), the

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1 agency may seek garnishment of wages of an award recipient who 2 fails to comply with the agreement under subsection (c) for the 3 amount of student loan forgiveness provided to the award 4 recipient.

5 Section 5. Tax applicability.

6 Student loan forgiveness received under this act shall not be 7 considered taxable income for purposes of Article III of the act 8 of March 4, 1971 (P.L.6, No.2), known as the Tax Reform Code of 9 1971.

10 Section 6. Annual report.

(a) Development of report.--By September 1, 2020, and each September 1 thereafter, the agency shall compile a report regarding the operation of the program for the immediately preceding fiscal year. The report shall include the following information:

16 (1) The number and amount of student loan forgiveness17 agreements executed and renewed for eligible recipients.

18 (2) The number of defaulted student loan forgiveness19 agreements and the cause for the defaults.

20 (3) The number of eligible individuals participating in21 the program.

(4) The number and type of enforcement actions taken by
the agency regarding the implementation of the program.
(b) Submission.--The agency shall submit the report under

25 subsection (a) to the following individuals:

26 (1) The Governor.

27 (2) The chair and minority chair of the Appropriations28 Committee of the Senate.

(3) The chair and minority chair of the EducationCommittee of the Senate.

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(4) The chair and minority chair of the Health and Human
 Services Committee of the Senate.

3 (5) The chair and minority chair of the Appropriations
4 Committee of the House of Representatives.

5 (6) The chair and minority chair of the Education
6 Committee of the House of Representatives.

7 Section 7. Funding.

8 Student loan forgiveness payments under this act shall be 9 made only to the extent that funds are appropriated for the 10 program and are sufficient to cover administration of the 11 program. Student loan forgiveness under this act shall not 12 constitute an entitlement derived from the Commonwealth or a 13 claim on any funds of the Commonwealth.

14 Section 8. Regulations.

15 The agency shall promulgate regulations necessary to 16 administer this act.

17 Section 9. Effective date.

18 This act shall take effect in 90 days.

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