HOUSE BILL NO. HB0157

Health care professional education endowment.

Sponsored by: Representative(s) Harshman, MacGuire, Walters, Washut and Zwonitzer and Senator(s) Furphy, Landen and Wasserburger

A BILL

for

1 AN ACT relating to medical education; creating an inviolate health care education endowment fund; providing 2 for 3 investment of monies in the fund; providing distribution of monies; providing for the use of earnings 4 for the support of certain medical education programs at 5 the University of Wyoming and Wyoming community colleges; 6 7 authorizing the use of earnings for student support payments and administrative costs; specifying 8 9 creating a board; requiring rulemaking; generally providing for administration of the act; providing a continuous and 10 11 other appropriations; and providing for an effective date.

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13 Be It Enacted by the Legislature of the State of Wyoming:

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1
        Section 1. W.S. 21-16-1701 through 21-16-1707 are
2 created to read:
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4
        21-16-1701. Short title.
5
   This article shall be known and may be cited as the
    "Wyoming Front Line Health Care Education Funding Act."
7
8
9
        21-16-1702. Definitions.
10
      (a) As used in this article:
11
12
13
             (i) "Board" means the Wyoming front line health
  care education endowment fund board created by W.S.
14
15
   21-16-1704;
16
17
             (ii) "Cost of attendance" means as defined in
   W.S. 21-16-1301(a)(v);
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19
20
           (iii) "Department" means the department of
21 education;
22
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purposes.

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1
             (iv) "Eligible institution" means the University
 2
    of Wyoming or a Wyoming community college;
 3
 4
              (v) "Endowment fund" means the Wyoming front
    line health care education endowment fund created by W.S.
 5
    9-4-204(u)(ix);
 6
 7
              (vi) "Income account" means the Wyoming front
 8
    line health care education endowment fund income account
9
    created by W.S. 21-16-1703(b);
10
11
12
             (vii) "Medical technician program" means
    program that leads to a certificate or associate degree
13
    generally required to engage in health care by performing
14
15
    tests or other support services for physicians, physician
16
    assistants and nurses in a hospital or laboratory setting;
17
             (viii) "Unmet financial need" means as defined
18
19
    in W.S. 21-16-1301(a)(xviii).
20
         21-16-1703. Wyoming front line health care education
21
22
    endowment fund;
                      income
                              account created; expenditures;
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2 (a) The Wyoming front line health care education

3 endowment fund is created as provided by W.S.

4 9-4-204(u)(ix). The endowment fund shall consist of those

5 monies designated to the fund by law. Monies deposited to

6 the endowment fund are inviolate and constitute a

7 perpetual fund which shall be invested by the state

8 treasurer as authorized under W.S. 9-4-715(a), (d) and (e)

9 and in a manner to obtain the highest return possible

10 consistent with preservation of the endowment fund corpus.

11

12 (b) The state treasurer shall credit annually to a

13 Wyoming front line health care education endowment fund

14 income account the earnings from endowment fund investments

15 up to the spending policy amount established in W.S.

16 9-4-719(y). Earnings for any fiscal year in excess of the

17 spending policy amount shall be credited to a reserve

18 account as provided by W.S. 9-4-719(u).

19

20 (c) Monies in the income account are continuously

21 appropriated to the board for purposes of this article.

1 21-16-1704. Wyoming front line health care education 2 endowment fund board established; terms; meetings; duties. 3 4 (a) There is created Wyoming front line health care education endowment fund board. The members shall be as 5 follows: 6 7 8 (i) One (1) member appointed by the University of Wyoming board of trustees; 9 10 11 (ii) One (1) member appointed by vote of the 12 presidents of Wyoming community colleges; 13 14 (iii) One (1) member appointed by the community college commission; 15 16 17 (iv) Two (2) members who are active or retired 18 health care providers appointed by the governor and 19 confirmed by the senate; 20 21 (v) Two (2) members of the public, one (1) appointed by the president of the senate and one (1) 22 appointed by the speaker of the house of representatives. 23

2 (b) Members of the board shall serve for six (6) year

3 terms, except that the members appointed pursuant to

4 paragraphs (a)(i) through (iii) of this section shall serve

5 an initial term of three (3) years. The board shall select

6 one (1) of its members to serve as chair.

7

8 (c) The board shall meet as it determines necessary.

9 All members shall serve without compensation for board

10 service. Members who are not state employees shall be paid

11 per diem and mileage for attending board meetings in the

12 manner and amounts provided by law for state employees. The

13 department of education shall provide budget, fiscal,

14 administrative and clerical services to the board at a

15 reasonable rate established by the department and agreed to

16 by the board.

17

18 (d) The board may expend monies from the income

19 account for distribution to eligible institutions as

20 provided in W.S. 21-16-1705 and 21-16-1706 and for

21 administrative expenses incurred by the board and the

6

22 department for services provided to the board.

1 (e) The board shall adopt rules in accordance with

2 the Wyoming Administrative Procedure Act as it determines

3 necessary to carry out its duties under this article. The

4 board shall not expend any funds from the income account,

other than for administrative expenses of the board, until 5

rules adopted by the board have become effective. Board 6

7 rules shall include:

8

9 (i) Provisions for determining the allocation of

endowment fund earnings for establishment and support of 10

11 the medical education programs specified in subparagraphs

12 (ii)(A) through (C) of this subsection and for payments for

student enrollment in those programs as provided in this 13

14 article;

15

16 (ii) Work requirements and other payment and

17 repayment provisions for students receiving funds through

eligible institutions under this article. These provisions 18

19 shall be comparable to:

20

21 (A) Terms of the Wyoming investment in

22 nursing program under W.S. 9-2-123 for students in a

1

4 (B) Terms for physician assistants under

nursing program eligible for student support payments under

5 the repayment programs in W.S. 21-16-202 for students in a

6 physician assistant program eligible for student support

7 payments under this article;

this article;

8

9 (C) Terms for allied health care providers

10 under the repayment programs in W.S. 9-2-119 for students

11 in a medical technician program eligible for student

12 support payments under this article.

13

14 (iii) Criteria and procedures for board approval

15 of the form and substance of agreements between eligible

16 institutions and students for receiving funding under this

17 article, including repayment provisions;

18

19 (iv) Criteria and procedures to approve a health

20 care education program for funding under this article and

21 for the amount of funding provided;

22

1	(v) Procedures for distributing approved student							
2	support payments and program support payments to eligible							
3	institutions;							
4								
5	(vi) Provision for the allocation of total							
6	earnings each fiscal year in accordance with the following:							
7								
8	(A) Forty percent (40%) to fifty percent							
9	(50%) shall be allocated to programs and student support							
10	payments for programs described in subparagraph (h)(i)(A)							
11	of this section;							
12								
13	(B) Twenty-five percent (25%) to thirty							
14	percent (30%) shall be allocated to programs and student							
15	support payments for programs described in subparagraph							
16	(h)(i)(B) of this section;							
17								
18	(C) Twenty-five percent (25%) to thirty							
19	percent (30%) shall be allocated to programs and student							
20	support payments for programs described in subparagraph							
21	(h)(i)(C) of this section.							
22								

23 (f) The board may:

2 (i) Vary the governing terms of agreements

3 between students and eligible institutions as the board

4 determines best meets the goals specified in this article.

In making these determinations the board shall consider, 5

among other things, other state and federal programs 6

providing payments for students enrolled in health care 7

8 education programs and loan repayment programs for the

9 same;

10

11 (ii) Consult with other governmental agencies

12 and persons, as necessary;

13

14 (iii) Accept or decline federal grants and other

contributions, grants, gifts, transfers, bequests and 15

16 donations of any money or property from any source.

17 received by the board shall be deposited with the state

treasurer, to be credited either to the endowment fund or 18

19 the income account, consistent with the conditions attached

20 to their receipt;

21

(iv) Recommend to the legislature changes to 22

funding or other provisions of this article. 23

10

(g) The board shall annually report to the governor 2 3 and the legislature no later than September 1 of each year 4 commencing in 2022 with respect to all federal grants, 5 appropriations and other contributions, grants, state gifts, bequests and donations received and credited to the 6 7 endowment fund and income account during the preceding 8 fiscal year. The report shall include all allocations of funds by the board to each eligible institution of higher 9 10 education under this article, including the allocation of 11 funds for program implementation and support and for 12 student support payments under this article. The report

15

13

14

this article.

16 (h) In adopting rules and allocating funds pursuant 17 to this article the board shall be guided by the following 18 goals:

shall include progress made to fulfill the goals stated in

19

20 (i) To provide payments in each year of 21 expenditure to support not fewer than:

22

23

1 (A) Twenty (20) students enrolled program leading to degree supporting licensure 2 а physician assistant; 3 4 5 (B) Twelve (12) students enrolled 6 baccalaureate degree program supporting licensure as 7 nurse; 8 9 (C) Twenty (20) students enrolled in an 10 associate degree or certificate program supporting licensure as a medical technician. 11 12 13 (ii) To provide to students enrolled in a program specified in subparagraphs (i)(A) through (C) of 14 this subsection all or a portion of the student's unmet 15 16 need for cost of attendance incurred for enrollment in the 17 program in accordance with agreements between the institutions and students; 18 19 20 (iii) To establish or support geographically 21 dispersed health care education programs specified in this

article among eligible institutions. In achieving this

goal the board shall recognize economic efficiencies but

1 shall not allow those efficiencies to be the sole basis not

2 to support geographic dispersal of programs;

3

4 (iv) To provide underserved communities with the

5 health care providers identified in this subsection. In

6 carrying out this article the board shall rely on

7 assessments of the state's health care needs by geographic

8 areas and by particular health care services as conducted

9 by the office of rural health care and shall prioritize

10 agreements under this article accordingly.

11

12 21-16-1705. Student support; agreements; payments.

13

- 14 (a) Before expending any funds provided under this
- 15 article on behalf of a student enrolled in a health care
- 16 provider program the eligible institution shall obtain an
- 17 agreement whereby the student agrees to apply for federal
- 18 financial assistance and any employer based financial
- 19 assistance for which the applicant may be eligible and:

- 21 (i) Actively engage in professional health care
- 22 practice in Wyoming for the period required by board rules
- 23 for the program in which the student is enrolled; or

2 (ii) Repay all amounts expended by the state

3 under this article on the student's education, together

4 with interest, upon terms specified by board rule for the

5 program in which the student was enrolled.

6

7 (b) The board shall provide approved student support

8 payments to the eligible institution at which the student

9 is enrolled. In consultation with eligible institutions the

10 board shall establish procedures for transferring students

11 and for reporting requirements on the expenditure of

12 transferred student support payments.

13

14 (c) Cash repayment of student support payments and

15 interest thereon shall be made to the appropriate eligible

16 institution, forwarded to the board and credited to the

17 income account.

18

19 (d) Student support payments under this article which

20 pay for tuition and fees shall be separately accounted for

21 by the eligible institution. These funds shall be used by

22 the institution solely for the support of education and

23 training in the program in which the student is enrolled.

1 The receipt and expenditure of these funds shall be

2 identified in the university's biennial budget request and

3 separately for each college in the biennial budget request

4 of the community college commission.

5

6 21-16-1706. Establishment and support of medical

7 education programs.

8

9 (a) The board may expend from the income account

10 monies to eligible institutions for instructor positions

11 and to acquire instructional and resource materials and

12 classroom equipment necessary to establish or support a

13 medical education program specified in W.S. 21-16-1704(h).

14 Eligible institutions may collaborate on the use of funds

15 received under this article, including entering into

16 consortium agreements for the operation of a program.

17

18 (b) Funds distributed under this section shall be

19 subject to the following:

20

21 (i) Eligible institutions shall apply to the

22 board for funding of health care education programs at

23 times determined by board rule;

15

2 (ii) The funds shall be designated as Wyoming

3 front line health care education endowment monies,

4 accounted for separately from funding provided under the

5 allocation model under W.S. 21-18-205(c) and special

6 purpose funding under W.S. 21-18-205(e) and shall not be

7 transferred to or expended for any other purpose;

8

9 (iii) The funds shall be expended only for

10 programs determined by the board to be eligible for funding

11 under this article.

12

21-16-1707. Establishment and support of health care

14 education programs.

15

16 The community college commission shall cooperate with the

17 board, the department of health, community colleges and the

18 University of Wyoming to establish programs of training and

19 education for the professional health care services

20 specified in W.S. 21-16-1704(h). The programs may be

21 offered at the University of Wyoming or one (1) or more

22 community colleges, or both, in collaboration.

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1
         Section 2. W.S. 9-4-204(u) by creating a
                                                          new
 2
    paragraph (ix), 9-4-714(a)(v), 9-4-719 by creating new
 3
    subsections (t) through (y) and 21-18-202(b)(v) and (d)(i)
4
    are amended to read:
5
        9-4-204. Funds established; use thereof.
 6
7
8
         (u) Other
                     funds
                            defined
                                     as follows
                                                    shall
                                                           be
9
    classified by the state auditor pursuant to subsections (s)
10
    and (t) of this section:
11
12
             (ix) Wyoming front line health care education
13
    endowment fund - to consist of funds appropriated or
    designated by law, or by gift from whatever source. In
14
    accordance with Wyoming Constitution Article 15, Section
15
16
    20, monies within the fund shall not be expended and may be
    invested in the same manner as other permanent funds of the
17
    state. Earnings from investment of monies within the fund
18
19
    shall be distributed and expended as provided by law.
20
        9-4-714. Definitions.
21
22
        (a) As used in this act:
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22

1 2 (v) "Permanent funds" means the permanent 3 Wyoming mineral trust fund under W.S. 9-4-204(u)(iii), the 4 Wyoming permanent land fund under W.S. 9-4-204(u)(iv), the excellence in higher education endowment fund under W.S. 5 9-4-204(u)(vi), the Hathaway student scholarship endowment 6 fund under W.S. 9-4-204(u)(vii), and the Hathaway expand 7 8 Wyoming scholarship endowment fund under W.S. 9-4-204(u)(viii) and the Wyoming front line health care 9 10 education endowment fund under W.S. 9-4-204(u)(ix); 11 12 9-4-719. Investment earnings spending policy 13 permanent funds. 14 (t) There is created the Wyoming front line health 15 16 care education endowment reserve account. Interest and other earnings on funds within the account shall be 17 credited to the account. As soon as possible after the end 18 of each of the fiscal years beginning on and after July 1, 19 20 2022, revenues in this account in excess of two hundred

percent (200%) of the spending policy amount in subsection

(y) of this section shall be credited to the Wyoming front

- 1 line health care education endowment fund created by W.S.
- 2 9-4-204(u)(ix).

- 4 (u) The earnings from the Wyoming front line health
- 5 care education endowment fund during each fiscal year
- 6 beginning July 1, 2022, in excess of the spending policy
- 7 amount established in subsection (y) of this section shall
- 8 be deposited by the state treasurer to the Wyoming front
- 9 line health care education endowment reserve account. The
- 10 excess earnings shall be credited to the reserve account as
- 11 soon as practicable after the end of the fiscal year but no
- 12 later than ninety (90) days after the end of the fiscal
- 13 year.

- 15 (w) To the extent the spending policy amount
- 16 established in subsection (y) of this section exceeds
- 17 earnings from the Wyoming front line health care education
- 18 endowment fund for the prior fiscal year, the state
- 19 treasurer shall distribute from the Wyoming front line
- 20 <u>health care education endowment reserve account an amount</u>
- 21 equal to the difference, and such amounts are continuously
- 22 appropriated from the reserve account for that purpose.
- 23 Any funds distributed pursuant to this subsection shall be

1	distributed no later than ninety (90) days after the end of							
2	the fiscal year and shall be distributed and expended as							
3	provided in the Wyoming Front Line Health Care Education							
4	Funding Act for earnings from the Wyoming front line health							
5	care education endowment fund. The state treasurer in							
6	consultation with the Wyoming front line health care							
7	education endowment fund board, shall report to the							
8	governor, joint appropriations committee, joint education							
9	interim committee and select committee on capital financing							
10	and investments no later than November 1 of any year in							
11	which funds have been or are anticipated to be distributed							
12	from the reserve account under this subsection.							
13								
14	(y) The annual spending policy amount for the Wyoming							
15	front line health care education endowment fund is an							
16	amount equal to five percent (5%) of the previous five (5)							
17	year average market value of the fund, as calculated from							
18	the first day of the fiscal year.							
19								
20	21-18-202. Powers and duties of the commission.							
21								
22	(b) The commission shall perform the following							

20

coordination functions. In performing these coordination

functions all affected colleges and the commission shall be 1 2 involved: 3 4 (v) Coordinate the provision by means of electronic internet or similar proprietary or common 5 carrier electronic system technology, by a community 6 college or several community colleges, the 7 general 8 education courses necessary for completion of an 9 educational program in the field of nursing at a community 10 college, or a baccalaureate degree program in nursing at 11 the University of Wyoming, and certificates or degrees for health <u>care education programs provided pursuant to W.S.</u> 12 13 21-16-1707; 14 (d) The commission shall perform the following 15 16 approval functions: 17 18 (i) Approve all new academic programs, 19 including: 20 21 (A) Applied baccalaureate degree programs, qualifying for state funding pursuant to the statewide 22

1	community	college	strategic	plan	developed	under	subsection
2	(h) of thi	is sectio	on;				

4 <u>(B) Health care education programs</u>

5 established pursuant to W.S. 21-16-1707.

6

7 Section 3. The state treasurer and state auditor may 8 use interfund loans as authorized by W.S. 9-1-417 to fund the administrative expenses of the board until sufficient 9 10 earnings from investment of monies in the Wyoming front education endowment fund have 11 line health care 12 deposited to the income account created in section 1 of this act to pay administrative expenses of the board, 13

including repayment of any loans made under this section.

15

14

Section 4. Members of the Wyoming front line health care education endowment fund board created by section 1 of this act shall be appointed within thirty (30) days of the effective date of this act.

20

21 Section 5.

22

23 (a) There is appropriated:

2 (i) Fifty-five million dollars (\$55,000,000.00)

3 from the legislative stabilization reserve account to the

4 Wyoming front line health care education endowment fund

5 created in sections 1 and 2 of this act;

6

7 (ii) Five million dollars (\$5,000,000.00) from

8 the legislative stabilization reserve account to the

9 Wyoming front line health care education endowment reserve

10 account created in section 2 of this act.

11

12 **Section 6.** This act is effective immediately upon

13 completion of all acts necessary for a bill to become law

14 as provided by Article 4, Section 8 of the Wyoming

15 Constitution.

16

17 (END)