2023 -- H 5521

LC001318

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STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2023

AN ACT

RELATING TO EDUCATION -- RHODE ISLAND STUDENT LOAN REPAYMENT PROGRAM

<u>Introduced By:</u> Representatives Shallcross Smith, Hull, Ackerman, J. Brien, Casimiro, Henries, Cortvriend, Cardillo, Perez, and Baginski <u>Date Introduced:</u> February 10, 2023

Referred To: House Finance

It is enacted by the General Assembly as follows:

For purposes of this chapter:

| 1 | SECTION 1. Title 16 of the General Laws entitled "EDUCATION" is hereby amended by |
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| 2 | adding thereto the following chapter: |
| 3 | CHAPTER 112 |
| 4 | RHODE ISLAND STUDENT LOAN REPAYMENT PROGRAM |
| 5 | <u>16-112-1. Short title.</u> |
| 6 | This chapter shall be known and may be cited as the "Rhode Island Student Loan |
| 7 | Repayment Program". |
| 8 | 16-112-2. Creation. |
| 9 | (a) There is hereby established at the Rhode Island student loan authority (RISLA) a |
| 10 | restricted receipt account entitled the Rhode Island student loan repayment fund ("the fund"). The |
| 11 | fund shall be used to provide eligible individuals, as defined in § 16-112-4, with payment from the |
| 12 | state to the individual's lending agency to pay a portion of their student loan debt. |
| 13 | (b) RISLA shall administer the fund. |
| 14 | (c) RISLA shall promulgate rules and regulations necessary to implement this chapter, |
| 15 | which shall include, but are not limited to, providing an easy-to-follow guide in a variety of |
| 16 | languages regarding how to complete the request for student loan repayment assistance. |
| 17 | <u>16-112-3. Definitions.</u> |
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| 1 | "Underserved community" means a federally designated health professional shortage area |
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| 2 | as identified by the United States Health Resources and Services Administration. |
| 3 | 16-112-4. Eligibility of individuals. |
| 4 | (a) Individuals employed by a Rhode Island based employer may be eligible for the Rhode |
| 5 | Island student loan repayment program if they: |
| 6 | (1) Have unpaid health professional student loans; |
| 7 | (2) Have a license to practice as a clinical social worker; and |
| 8 | (3) Have committed to practice full time for two (2) years or practice part-time for four (4) |
| 9 | years within this state. |
| 10 | (b) Preference for student loan repayment assistance under this chapter may be given to |
| 11 | individuals who work in an underserved community. |
| 12 | 16-112-5. Student loan repayment of program amounts. |
| 13 | The total amount of student loan repayments may not exceed the outstanding balance. |
| 14 | SECTION 2. This act shall take effect upon passage. |
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EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

AN ACT

RELATING TO EDUCATION -- RHODE ISLAND STUDENT LOAN REPAYMENT PROGRAM

| 1 | This act would establish the Rhode Island student loan repayment program wherein eligible |
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| 2 | individuals who: (1) Have unpaid health professional student loans; (2) Have a license to practice |
| 3 | as a clinical social worker; and (3) Have committed to practice full-time for two (2) years or practice |
| 4 | part-time for four (4) years, within Rhode Island, may apply to have their student loans, or a portion |
| 5 | thereof, paid by the state directly to the individual's lending agency. The program would be |
| 6 | administered by the Rhode Island student loan authority (RISLA). |
| 7 | This act would take effect upon passage. |
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