

118TH CONGRESS 1ST SESSION

H.R.

To establish a demonstration program to provide payments on eligible loans for individuals who are eligible for the National Health Service Corps Loan Repayment Program.

IN THE HOUSE OF REPRESENTATIVES

Mr.	Kustoff	introduced	the	following	bill;	which	was	referred	to	the
		umittee on		_						

A BILL

- To establish a demonstration program to provide payments on eligible loans for individuals who are eligible for the National Health Service Corps Loan Repayment Program.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,
 - 3 SECTION 1. SHORT TITLE.
 - 4 This Act may be cited as the "Rural America Health
 - 5 Corps Act".

1	SEC. 2. NATIONAL HEALTH SERVICE CORPS RURAL PRO-
2	VIDER LOAN REPAYMENT DEMONSTRATION
3	PROGRAM.
4	(a) In General.—
5	(1) ESTABLISHMENT.—The Secretary of Health
6	and Human Services (referred to in this section as
7	the "Secretary") shall establish a demonstration
8	program to provide payments on the principal of and
9	interest on any eligible loan for eligible individuals
10	described in paragraph (2).
11	(2) ELIGIBLE INDIVIDUALS.—To be eligible for
12	payments under the program under this section, an
13	individual shall—
14	(A) be eligible to participate in the Loan
15	Repayment Program under section 338B of the
16	Public Health Service Act (42 U.S.C. 254l-1),
17	but not be participating in such Loan Repay-
18	ment Program; and
19	(B) agree to the requirements described in
20	subsection (b)(1).
21	(b) Procedure.—
22	(1) REQUIREMENTS.—To be eligible to receive
23	assistance under this section, an eligible individual
24	shall—
25	(A) comply with all rules and requirements
26	described in section 338B of the Public Health

1	Service Act (42 U.S.C. 254l-1), except for the
2	period of obligated service described in sub-
3	section (f)(1)(B)(iv) of such section and as pro-
4	vided in paragraphs (2) and (3) of this sub-
5	section; and
6	(B) agree to a period of obligated service
7	of 5 years of full-time employment in a health
8	professional shortage area that is a rural area.
9	(2) Payments.—
10	(A) SERVICE IN A RURAL AREA.—The Sec-
11	retary shall pay—
12	(i) for each year of obligated service
13	by an individual pursuant to an agreement
14	under this section, 1/5 of the principal of
15	and interest on each eligible loan, as deter-
16	mined by the Secretary, which is out-
17	standing on the date the individual began
18	service pursuant to the agreement; and
19	(ii) for completion of the fifth and
20	final year of such service, the remainder of
21	such principal and interest.
22	(B) MAXIMUM AMOUNT.—The total
23	amount of payments under this section to any
24	individual shall not exceed \$200,000.
25	(3) Breach.—

1	(A) Liquidated damages formula.—
2	The Secretary may establish a liquidated dam-
3	ages formula to be used in the event of a
4	breach of an agreement entered into under this
5	section.
6	(B) Limitation.—The failure by an indi-
7	vidual to complete the full period of service obli-
8	gated pursuant to such an agreement, taken
9	alone, shall not constitute a breach of such
10	agreement, so long as the individual completed
11	in good faith the years of service for which pay-
12	ments were made to the individual under this
13	section.
14	(4) APPLICABILITY OF LOAN REPAYMENT PRO-
15	GRAM PROVISIONS.—Except as otherwise provided in
16	this section, all provisions in subparts II and III of
17	title III of the Public Health Service Act (42 U.S.C.
18	241 et seq.) pertaining to the administration of, and
19	other requirements with respect to, the Loan Repay-
20	ment Program described in section 338B of such
21	Act (42 U.S.C.254l-1) shall apply to the demonstra-
22	tion program under this section.
23	(e) Designations.—The demonstration program
24	under this section, and any providers who are selected to
25	participate in such program, shall not be considered by

- 1 the Secretary in the designation of health professional
- 2 shortage areas under section 332 of the Public Health
- 3 Service Act (42 U.S.C. 254e) during fiscal years 2024
- 4 through 2028.
- 5 (d) Report.—Not later than 5 years after the date
- 6 of enactment of this Act, the Secretary shall submit to
- 7 the Committee on Health, Education, Labor, and Pen-
- 8 sions of the Senate and the Committee on Energy and
- 9 Commerce of the House of Representatives a report that
- 10 evaluates the demonstration program established under
- 11 this section, including the effects of such program on
- 12 health care access in rural areas.
- 13 (e) Health Professional Shortage Area.—In
- 14 this section, the term "health professional shortage area"
- 15 has the meaning given such term in section 332 of the
- 16 Public Health Service Act (42 U.S.C. 254e).
- 17 (f) Authorization of Appropriations.—There is
- 18 authorized to be appropriated to carry out this section,
- 19 \$50,000,000 for each of fiscal years 2024 through 2028.