| 1 | TO THE HOUSE OF REPRESENTATIVES: |
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| 2 | The Committee on Commerce and Economic Development to which was |
| 3 | referred House Bill No. 703 entitled "An act relating to promoting workforce |
| 4 | development" respectfully reports that it has considered the same and |
| 5 | recommends that the bill be amended by striking out all after the enacting |
| 6 | clause and inserting in lieu thereof the following: |
| 7 | Sec. 1. IMMEDIATE RESPONSE TO CRITICAL WORKFORCE |
| 8 | SHORTAGES; PRIORITIZING HEALTH AND SAFETY; |
| 9 | APPROPRIATIONS |
| 10 | In fiscal year 2023 the following amounts are appropriated from the General |
| 11 | Fund to the following recipients for the purposes specified: |
| 12 | (1) \$1,000,000.00 for program funding for mental health nursing |
| 13 | programs: |
| 14 | (A) \$500,000.00 to the University of Vermont; and |
| 15 | (B) \$500,000.00 to Vermont State University. |
| 16 | (2) \$6,000,000.00 to Vermont State University to double the nursing |
| 17 | program capacity. |
| 18 | (3) \$3,000,000.00 to the University of Vermont to scale up its nursing |
| 19 | program by 50 percent. |
| 20 | (4) \$2,000,000.00 to the Agency of Human Services for project |
| 21 | management, stakeholder participation, and implementation costs of the Health |

| 1 | Care Workforce Development Strategic Plan, exclusive of financial incentive |
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| 2 | programs. |
| 3 | Sec. 2. IMMEDIATE STRATEGIES AND FUNDING FOR EXPANDING |
| 4 | THE LABOR FORCE; INCREASING THE NUMBER OF |
| 5 | PARTICIPANTS AND PARTICIPATION RATES; |
| 6 | APPROPRIATIONS |
| 7 | In fiscal year 2023 the following amounts are appropriated from the General |
| 8 | Fund to the following recipients for the purposes specified: |
| 9 | (1) \$5,000,000.00 to the University of Vermont Office of Engagement, |
| 10 | in consultation with the Vermont Student Assistance Corporation, to |
| 11 | administer a statewide forgivable loan program of \$5,000.00 per graduate for |
| 12 | recent college graduates across all Vermont higher education institutions who |
| 13 | commit to work in Vermont for two years after graduation. |
| 14 | (2) \$3,000,000.00 to the Vermont Student Assistance Corporation to |
| 15 | administer up to \$3,000.00 per individual for tuition costs incurred for |
| 16 | Vermont-based internships. |
| 17 | (3) \$2,000,000.00 to the State Refugee Office to administer as grants to |
| 18 | refugee- or New American-focused programs working in Vermont, to support |
| 19 | increased in-migration or retention of recent arrivals. |
| 20 | (4) \$387,000.00 to Vermont Technical College to develop a skilled meat |
| 21 | cutter training and apprenticeship facility. |

| 1 | Sec. 3. CTE FUNDING AND GOVERNANCE; FINDINGS |
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| 2 | (a) Vermont's career and technical education (CTE) system is critical to |
| 3 | ensuring that all Vermonters have access to the high-quality resources they |
| 4 | need to explore a wide variety of career pathways, earn a postsecondary |
| 5 | credential of value, and establish a productive career. |
| 6 | (b) CTE is a vital component of our educational system, supporting and |
| 7 | delivering on the goals established by the General Assembly in 2013 Acts and |
| 8 | Resolves No. 77 (flexible pathways), 2018 Acts and Resolves No. 189 |
| 9 | (workforce development), and in achieving our attainment goal, which is that |
| 10 | 70 percent of working-age Vermonters have a credential of value by 2025 |
| 11 | (10 V.S.A. § 546). |
| 12 | (c) CTE is also an equity lever, providing every student access to critical |
| 13 | workforce training, postsecondary coursework, and the real-world skills and |
| 14 | networks that prepare our youth to continue to earn and learn during and after |
| 15 | high school. |
| 16 | (d) As of the fall semester of the 2021–2022 school year, students were |
| 17 | enrolling in CTE programs at a higher rate than at the beginning of the |
| 18 | pandemic, increasing from 4,160 to 4,565. In the 2020–2021 school year, |
| 19 | Vermont's CTE system awarded Tier II credentials of value to 459 students. |
| 20 | (e) Since 2015, through legislative initiatives such as 2015 Acts and |
| 21 | Resolves No. 51, 2017 Acts and Resolves No. 69, 2018 Acts and Resolves No. |
| | |

| 1 | 189, 2019 Acts and Resolves No. 80, and most recently 2021 Acts and |
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| 2 | Resolves No. 74, the General Assembly and other stakeholders in education |
| 3 | and in State government have been working to identify, understand, and |
| 4 | resolve long-standing concerns related to the functioning of the CTE system. |
| 5 | (f) In 2018, the Agency of Education embarked on a collaborative process |
| 6 | that included students, legislators, and communities across the State to develop |
| 7 | a strategic vision and aspirational goals to help guide the transformation of the |
| 8 | CTE system. |
| 9 | (g) The State Board of Education adopted the Agency of Education's |
| 10 | vision and goals for CTE that "all Vermont learners attain their postsecondary |
| 11 | goals by having access to career and technical education systems that are |
| 12 | equitable, efficient, integrated and collaborative." |
| 13 | (h) 2018 Acts and Resolves No. 189 committed Vermont to a redesign of |
| 14 | its workforce development and training system, including the approval of up to |
| 15 | four pilot sites or projects to examine the way our CTE system is funded and |
| 16 | governed. |
| 17 | (i) In a report dated June 14, 2021, the Agency of Education reported on its |
| 18 | progress, which was interrupted by the COVID-19 pandemic. The report |
| 19 | presented possible alternatives to our current funding structure, which is |
| 20 | widely seen as a barrier to enrollment. However, these alternatives were based |
| 21 | on an examination of only the CTE school district funding model and did not |
| | |

| 1 | include the study of governance models. The report recommended completing |
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| 2 | this study of CTE funding and governance models to propose actionable |
| 3 | implementation steps for the State. |
| 4 | (j) The Agency of Education's State plan for federal Perkins funds is |
| 5 | aligned to the vision and goals created through collaborative processes that |
| 6 | included a public comment period. Processes required in the federal |
| 7 | legislation like the biennial Comprehensive Local Needs Assessment will |
| 8 | strengthen the role of CTE in each region and help to focus the use of limited |
| 9 | federal funds to improve the system. |
| 10 | Sec. 4. FUNDING AND GOVERNANCE STRUCTURES OF |
| 11 | CAREER TECHNICAL EDUCATION IN VERMONT |
| 12 | (a) There is appropriated to the Agency of Education for fiscal year 2023 |
| 13 | the amount of \$180,000.00 from the General Fund to contract for services to: |
| 14 | (1) complete a systematic examination of the existing funding structures |
| 15 | of career technical education (CTE) in Vermont and how these structures |
| 16 | impede or promote the State's educational and workforce development goals; |
| 17 | (2) examine CTE governance structures in relationship to those funding |
| 18 | structures; |
| 19 | (3) examine the implications of the existing funding and governance |
| 20 | structures for kindergarten through grade 12 schools and adult education; |
| 21 | (4) consider the CTE funding and governance structures in other states; |
| | |

| 1 | <u>and</u> |
|----|---|
| 2 | (5) identify and prioritize potential new models of CTE funding and |
| 3 | governance structures to reduce barriers to enrollment and to improve the |
| 4 | quality, duration, impact, and access to CTE statewide. |
| 5 | (b)(1) On or before March 1, 2023, the Agency of Education shall issue a |
| 6 | written report to the House and Senate Committees on Education, the House |
| 7 | Committee on Commerce and Economic Development, and the Senate |
| 8 | Committee on Economic Development, Housing and General Affairs on the |
| 9 | status of its work under subsection (a) of this section. |
| 10 | (2) On or before July 1, 2023, the Agency of Education shall develop an |
| 11 | implementation plan, including recommended steps to design and implement |
| 12 | new funding and governance models, and issue a written report to the House |
| 13 | and Senate Committees on Education, the House Committee on Commerce and |
| 14 | Economic Development, and the Senate Committee on Economic |
| 15 | Development, Housing and General Affairs describing the results of its work |
| 16 | under subsection (a) of this section and making recommendations for |
| 17 | legislative action. |
| 18 | Sec. 5. INVESTMENT IN THE UP-SKILLING OF PRIVATE SECTOR |
| 19 | EMPLOYERS TO SUPPORT THE EVOLUTION OF BUSINESS |
| 20 | AND ORGANIZATIONAL MODELS; APPROPRIATIONS |

| 1 | In fiscal year 2023 the amount of \$500,000.00 is appropriated from the |
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| 2 | General Fund to the Agency of Commerce and Community Development to |
| 3 | regrant a performance-based contract to the Vermont Professionals of Color |
| 4 | Network for statewide delivery of business coaching and other forms of |
| 5 | training to BIPOC business owners, networking and special convenings, and |
| 6 | career fairs, workshops and paid internships, career guidance, and other |
| 7 | support for BIPOC workers across the State. |
| 8 | (5) Update Vermont Training Program criteria for eligibility to allow |
| 9 | training and coaching for small business owners and their management teams |
| 10 | to improve their capacity to evolve and lead their small businesses and |
| 11 | increase base funding for this program to \$2.5 million per year. |
| 12 | Sec. 6. INVESTMENT IN NEW MODELS OF CONNECTION-BUILDING |
| 13 | ACROSS PUBLIC AND PRIVATE STAKEHOLDERS TO |
| 14 | IMPROVE ALIGNMENT, COLLABORATION, INSIGHTS, AND |
| 15 | STRATEGY; APPROPRIATIONS |
| 16 | In fiscal year 2023 the amount of \$3,000,000.00 is appropriated from the |
| 17 | General Fund to the Agency of Commerce and Community Development to |
| 18 | make a performance-based grant to a nonprofit to serve as a statewide |
| 19 | Connecting Organization, which shall: |
| 20 | (1) create, convene, and administer a Vermont Workforce Network; |

| 1 | (2) provide sub-grant, performance-based awards to six regional |
|----|--|
| 2 | Workforce-Education Business Councils, each of whom will employ a full- |
| 3 | time regional Navigator; and |
| 4 | (3) coordinate with the implementation of VDOL Pilot Project of |
| 5 | Workforce Expansion Specialists in six regions of the State. |
| 6 | Sec. 7. REGIONAL WORKFORCE EXPANSION SYSTEM |
| 7 | (a) Regional Workforce Expansion System. The amount of \$3,000,000 is |
| 8 | appropriated from the General Fund to the Department of Labor to launch and |
| 9 | lead a coordinated regional system to support the State's workforce expansion |
| 10 | efforts. The system will be designed to: |
| 11 | (1) Support employers in tailoring their work requirements, conditions, |
| 12 | and expectations to better access local workers. |
| 13 | (2) Collaborate with local education and training providers and regional |
| 14 | workforce partners, to create and regularly distribute data related to local labor |
| 15 | force supply and demand. |
| 16 | (3) Create and share work-based learning and training opportunities with |
| 17 | secondary and post-secondary students, local workforce expansion partners, |
| 18 | and others interested in starting or advancing in their career. |
| 19 | (b) System Infrastructure. |

| 1 | (1) The Vermont Department of Labor will make investments that |
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| 2 | improve and expand regional capacity to connect supply (workers) and |
| 3 | demand (employment) in real-time. |
| 4 | (2) The Department will place six state-funded Workforce Expansion |
| 5 | Specialists in the Barre, Bennington, Brattleboro, Rutland, St. Albans and St. |
| 6 | Johnsbury areas. These limited-service, full-time-employees will report to the |
| 7 | Workforce Development Division. |
| 8 | (c) Coordination. |
| 9 | (1) The Department shall co-convene regular, regional meetings of |
| 10 | education, training, business, and service provider partners; coordinate local |
| 11 | workforce information collection and distribution, assist with pilot projects, |
| 12 | provide targeted sector support, and develop localized career resources such as |
| 13 | information for career counseling, local job fairs, career expos, available to a |
| 14 | wide range of stakeholders. |
| 15 | (2) The Department shall develop labor market information reports by |
| 16 | CTE district to support discussion and decision making that will address local |
| 17 | labor market challenges and opportunities and support a regional approach to |
| 18 | solving local or unique labor supply challenges. |
| 19 | (d) Report. On, or before, December 15, 2024, the Department shall |
| 20 | provide a narrative update on the progress made in hiring staff, establishing |
| 21 | interagency agreements, developing regional information exchange systems, |

| 1 | and serving jobseekers and employers, to the House and Senate Committees of |
|----|--|
| 2 | Jurisdiction. The report will also recommend ongoing metrics that can be |
| 3 | easily recorded and reported at the local and state levels on a regular basis to |
| 4 | meet multiple information needs. |
| 5 | (e) Implementation. The Department of Labor shall begin implementing the |
| 6 | Regional Workforce Expansion System on or before August 1, 2022. |
| 7 | Sec. 7. JUSTICE-INVOLVED INDIVIDUALS; WORKFORCE |
| 8 | DEVELOPMENT; PILOT PROGRAM |
| 9 | (a) Findings. |
| 10 | (1) Justice-involved individuals are people who hold a conviction record |
| 11 | and may or may not have served time in a corrections facility. |
| 12 | (2) 95 percent of incarcerated individuals will be released to their |
| 13 | communities and between 78-83 percent of those released are between the ages |
| 14 | of 25 and 54, which is prime working age. |
| 15 | (3) 63 percent of incarcerated individuals in the Vermont Southern State |
| 16 | Correctional Facility reported job training as the most helpful program to meet |
| 17 | their needs. |
| 18 | (b) Policy; appropriations. |
| 19 | (1)(A) In fiscal year 2023 the amount of \$417,000 is appropriated from |
| 20 | the General Fund to the Department of Corrections to address vocational |
| 21 | enhancement needs. |

| 1 | (B) The Department shall use funds to transition vocational training |
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| 2 | space within existing correctional facilities to support continued education and |
| 3 | vocational training and placement in the community. |
| 4 | (C) The Department may allocate funds over three years, consistent |
| 5 | with the following: |
| 6 | (i) \$267,000 for transition development, to include equipment, |
| 7 | renovation of vocational space, and/or mobile lab in one or more sites. |
| 8 | (ii) \$100,000 for training partner support. |
| 9 | (iii) \$50,000 for development of curriculum. |
| 10 | (2) In fiscal year 2023, the amount of \$300,000 is appropriated from the |
| 11 | General Fund to Vermont Works for Women, which may be allocated over not |
| 12 | more than three years, to establish a community-based pilot reentry program at |
| 13 | the Chittenden Correctional Facility that will provide continuity of services for |
| 14 | justice involved women and: |
| 15 | (A) expand VWW's current employment readiness program within |
| 16 | the Chittenden facility by building pathways for coordinated transition to |
| 17 | employment; |
| 18 | (B) focus on the first six months after individuals are released from |
| 19 | the facility; |
| 20 | (C) coordinate with local community resources, parole and probation |
| 21 | offices, and supports to ensure successful transition into the community; |

| 1 | (D) assist individuals in successfully transitioning into new jobs; and |
|----|--|
| 2 | (E) work with employers to support successful hiring and best |
| 3 | practices to support justice involved employees. |
| 4 | (c) Report. On or before January 15, 2023, the Department of Corrections |
| 5 | shall create and submit a report on Workforce and Education Training |
| 6 | Programs in Correctional Facilities to the Joint Legislative Justice Oversight |
| 7 | Committee, House Corrections & Institutions Committee, House Commerce & |
| 8 | Economic Development, Senate Economic Development and Senate Judiciary. |
| 9 | The report shall: |
| 10 | (1) identify program design, logistical needs, and policy changes needed |
| 11 | to current Department of Corrections facility-based training and educational |
| 12 | programs necessary to successfully support justice involved individuals' |
| 13 | reentry into their communities, including changes to programs that better |
| 14 | support individuals' skill development, knowledge and support needed to |
| 15 | qualify and secure a position in a critical occupation in Vermont; |
| 16 | (2) identify disparities of outcomes for justice-involved BIPOC |
| 17 | individuals in facility-based training and educational programming and |
| 18 | successful reentry into the community and solutions for addressing the |
| 19 | disparities; |
| 20 | (3) provide an update on the Department of Corrections Vocational |
| 21 | Enhancement work funding in FY23; and |

| 1 | (4) provide an update on what aspects of the Reentry Pilot Program |
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| 2 | could and should be replicated in other correctional facilities in Vermont. |
| 3 | Sec. 8. REPEAL |
| 4 | 10 V.S.A. §§ 544 and 545 are repealed. |
| 5 | Sec. 9. WORK BASED LEARNING AND TRAINING PROGRAM |
| 6 | (a) Vermont Work Based Learning and Training Program. The Department |
| 7 | of Labor shall develop a statewide Work Based Learning and Training |
| 8 | Program that serves transitioning secondary and postsecondary students and |
| 9 | Vermonters seeking work-based experience as part of career change and is |
| 10 | designed to: |
| 11 | (1) support Vermonters who are graduating from post-secondary |
| 12 | education or a secondary CTE program or who are pursuing a career change |
| 13 | with a paid on-the-job work experience lasting twelve weeks or less; |
| 14 | (2) establish a statewide platform available to all employers to list their |
| 15 | internships, returnships, pre-apprenticeships, and registered apprenticeship |
| 16 | opportunities and for jobseekers to view and access information about specific |
| 17 | opportunities; and |
| 18 | (3) support employers by providing them with assistance in developing |
| 19 | and implementing meaningful work-based learning and training opportunities. |
| 20 | (b) Definitions. As used in this section: |

| 1 | (1) "Internship" means a work-based learning experience with an |
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| 2 | employer where the participant may, but does not necessarily, receive |
| 3 | academic credit. |
| 4 | (2) "Pre-apprenticeship" is a program of combined learning and work- |
| 5 | based experiences that lead to an informal apprenticeship or formal registered |
| 6 | apprenticeship program. |
| 7 | (3) "Registered Apprenticeship" is a program approved by the Vermont |
| 8 | Department of Labor as a federally-recognized apprenticeship program. |
| 9 | (4) "Returnship" means an on-the-job learning experience for an |
| 10 | individual who is returning to the workforce after an extended absence or is |
| 11 | seeking a limited-duration on-the-job work experience in a different |
| 12 | occupation or occupational setting as part of a career change. |
| 13 | (c) The Department may use available funding to: |
| 14 | (1) build and administer the Program; |
| 15 | (2) develop an online platform that will connect students and jobseekers |
| 16 | with work-based learning and training opportunities within Vermont; |
| 17 | (3) support work-based learning and training opportunities with public |
| 18 | and private employers available to prospective workers located in or relocating |
| 19 | to Vermont; |
| 20 | (4) promote work-based learning and training as a valuable component |
| 21 | of a talent pipeline; and |

| 1 | (5) assist employers in developing meaningful work-based learning and |
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| 2 | training opportunities. |
| 3 | (d) The Department shall collect data and establish goals and performance |
| 4 | measures that demonstrate program results for activities funded through the |
| 5 | Program. |
| 6 | (e) The Department shall engage appropriate State agencies and |
| 7 | departments to expand Program opportunities with State government and with |
| 8 | entities awarded State contracts. |
| 9 | (f) Reporting. On or before February 15, 2023, the Department shall report |
| 10 | on recommended metrics for measuring Program performance to the relevant |
| 11 | committees of jurisdiction. |
| 12 | Sec. 10. THE VERMONT TRADES SCHOLARSHIP PROGRAM |
| 13 | (a) The Vermont Trades Scholarship Program is created and shall be |
| 14 | administered by the Vermont Student Assistance Corporation. The Vermont |
| 15 | Student Assistance Corporation shall disburse initial licensing fees, exam fees, |
| 16 | and tuition payments under the Program on behalf of eligible individuals, |
| 17 | subject to the appropriation of funds by the General Assembly for this purpose. |
| 18 | (b) To be eligible for a scholarship under the Program, an individual, |
| 19 | whether a resident or nonresident, shall: |

| 1 | (1) be enrolled in an industry recognized training and certification |
|----|--|
| 2 | program that leads to initial employment or career advancement in a building, |
| 3 | mechanical, industrial, or medical trade; |
| 4 | (2) demonstrate financial need; |
| 5 | (3) register with the Vermont Department of Labor for the purpose of |
| 6 | receiving relevant job referrals, if unemployed; and |
| 7 | (4) agree to work in their profession in Vermont for a minimum of one |
| 8 | year following licensure or certification completion for each year of |
| 9 | scholarship awarded. |
| 10 | (c)(1) The Corporation shall give preference to students attending a |
| 11 | Vermont-based training program or, if one isn't available for their certification. |
| 12 | an offer of employment or promotion from a Vermont employer upon |
| 13 | completion. |
| 14 | (2) The Corporation shall give priority to applicants who have not |
| 15 | received other assistance. |
| 16 | (d) There shall be no deadline to apply for a scholarship under this section. |
| 17 | Scholarships shall be awarded on a rolling basis if funds are available, and any |
| 18 | funds remaining at the end of a fiscal year shall roll over and shall be available |
| 19 | to the Vermont Student Assistance Corporation in the following fiscal year to |
| 20 | award additional scholarships as set forth in this section. |

| 1 | (e) The sum of \$3,000,000.00 in base General Funds is appropriated to the |
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| 2 | Vermont Student Assistance Corporation for scholarships for trades students |
| 3 | under the Vermont Trades Scholarship Program. |
| 4 | Sec. 11. THE VERMONT TRADES LOAN REIMBURSEMENT |
| 5 | PROGRAM |
| 6 | (a) The Vermont Trades Loan Repayment Reimbursement Program is |
| 7 | created and shall be administered by the Vermont Student Assistance |
| 8 | Corporation. The Vermont Student Assistance Corporation shall disburse |
| 9 | funds under the Program to eligible individuals, subject to the appropriation of |
| 10 | funds by the General Assembly for this purpose. |
| 11 | (b) To be eligible for loan repayment under the Program, an individual, |
| 12 | shall: |
| 13 | (1) be a Vermont resident |
| 14 | (2) be employed in an occupation in the building, mechanical, industrial, |
| 15 | or medical trades for an average of at least 30 hours per week for least one full |
| 16 | calendar year before applying. |
| 17 | (c) For every year of work in a qualifying occupation, an individual shall |
| 18 | be eligible for up to \$5,000 in loan repayment reimbursement. |
| 19 | Reimbursements shall not exceed the total amount of educational debt owed. |
| 20 | (d) There shall be no deadline to apply for loan repayment reimbursement |
| 21 | under this section. Loan repayment shall be awarded on a rolling basis if funds |

| 1 | are available, and any funds remaining at the end of a fiscal year shall roll over |
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| 2 | and shall be available to the Vermont Student Assistance Corporation in the |
| 3 | following fiscal year to award additional loan repayment as set forth in this |
| 4 | section. |
| 5 | (e) The sum of \$500,000 in base General Funds is appropriated to the |
| 6 | Vermont Student Assistance Corporation for loan repayment for trades |
| 7 | professionals under the Vermont Trades Loan Repayment Program. |
| 8 | Sec. 12. CTE CONSTRUCTION AND REHABILITATION |
| 9 | EXPERIENTIAL LEARNING PROGRAM; REVOLVING LOAN FUND |
| 10 | (a) Purpose. This section authorizes and provides funding for a CTE |
| 11 | Construction and Rehabilitation Experiential Learning Program and Revolving |
| 12 | Loan Fund, the purposes of which are to: |
| 13 | (1) expand the experiential and educational opportunities for high school |
| 14 | and adult CTE students to work directly on construction projects; |
| 15 | (2) build community partnerships among CTE centers, housing |
| 16 | organizations, government, and private businesses; |
| 17 | (3) beautify communities and rehabilitate buildings that are |
| 18 | underperforming assets; |
| 19 | (4) expand housing access to Vermonters in communities throughout the |
| 20 | State; and |

| 1 | (5) improve property values while teaching high school and adult |
|----|--|
| 2 | students trade skills. |
| 3 | (b) Appropriation; creation of fund; administration. |
| 4 | (1) In fiscal year 2023 the amount of \$15,000,000.00 is appropriated |
| 5 | from the Education Fund to the Vermont Housing and Conservation Board to |
| 6 | create and administer a CTE Construction and Rehabilitation Experiential |
| 7 | Learning Program and Revolving Loan Fund pursuant to this section. |
| 8 | (2) The Board may use not more than five percent of the Fund for its |
| 9 | costs of administration. |
| 10 | (c) Proposals; applications; funding. |
| 11 | (1) A regional CTE center, working in collaboration with one or more |
| 12 | housing and community partners, private businesses, nonprofit organizations, |
| 13 | or municipalities, shall identify construction projects that would be relevant |
| 14 | and appropriate for CTE students enrolled in construction, electrical, |
| 15 | plumbing, design, business management, or other CTE programs, including: |
| 16 | (A) rehabilitation of residential properties that are blighted or not |
| 17 | code-compliant; |
| 18 | (B) new residential construction projects or improvements to land in |
| 19 | cases of critical community need; and |
| 20 | (C) commercial construction projects that have substantial |
| 21 | community benefit. |

| 1 | (2) Prior to or during the application process, a CTE center and its |
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| 2 | partners may consult with the Board to identify and consider potential funding |
| 3 | partners to leverage amounts available through the Fund. |
| 4 | (3) A CTE center and its partners shall apply to the Board for funding |
| 5 | by submitting a project application that includes the information required by |
| 6 | the Board and addresses the following: |
| 7 | (A) the educational benefits for students and fit with the CTE |
| 8 | curriculum; |
| 9 | (B) the community benefits for the neighborhood, municipality, or |
| 10 | region in which the project is located; and |
| 11 | (C) the partners with whom the CTE center is collaborating and the |
| 12 | respective responsibility for the aspects of a project, including: |
| 13 | (i) educational instruction and academic credit; |
| 14 | (ii) project management; |
| 15 | (iii) insurance coverage for students and the property; |
| 16 | (iv) compensation and benefits, including compliance with labor |
| 17 | laws, standards, and practices; and |
| 18 | (v) property acquisition, ownership, and transfer. |
| 19 | (3) A CTE center may use funding for, and shall specify in its |
| 20 | application the allocation of costs associated with: |

| 1 | (A) acquisition, design, permitting, construction, marketing, and |
|----|--|
| 2 | other building-related expenses; and |
| 3 | (B) costs for labor, including for student wages and for instructor |
| 4 | compensation during the academic year as well as for summer or other work |
| 5 | that is not otherwise budgeted during the academic year; |
| 6 | (d) Eligibility; review; approval. The Board may approve an application |
| 7 | that includes the information required by subsection (c) of this section and |
| 8 | provide funding for a project that meets the following eligibility criteria: |
| 9 | (1) The project involves the rehabilitation of blighted or otherwise non- |
| 10 | code compliant property, or new residential construction projects or |
| 11 | improvements to land in cases of critical need, and results in a building with |
| 12 | not more than four residential dwelling units. |
| 13 | (2) The project includes a weatherization component. |
| 14 | (3) Students working on the project receive academic credit, a |
| 15 | competitive wage, or both. |
| 16 | (e) Affordability; flexibility. If appropriate in the circumstances, the Board |
| 17 | may condition funding for a project on the inclusion of one or mechanisms |
| 18 | addressing the affordability of the property upon rent or sale. |
| 19 | (f) Funding; proceeds; revolving loans. |

| 1 | (1) The Board shall provide funding for projects from the amounts |
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| 2 | available in the Fund in the form of zero-interest loans, in an amount, for a |
| 3 | period, and upon terms specified by the Board. |
| 4 | (2) The Board shall return to the Fund any proceeds realized to provide |
| 5 | funding for future projects. |
| 6 | (g) Report. The Board shall address the implementation of this section in |
| 7 | its annual report to the General Assembly. |
| 8 | * * * Health Care Workforce * * * |
| 9 | Sec. 13. HEALTH CARE WORKFORCE; LEGISLATIVE INTENT |
| 10 | (a) The General Assembly values all health care workers, at every level and |
| 11 | in each component of the health care system. The General Assembly also |
| 12 | acknowledges the many struggles faced by health care workers and that the |
| 13 | pandemic has placed further strain on an already taxed system. Many health |
| 14 | care workers have not had their pay adjusted over time to address increases in |
| 15 | the cost of living, essentially amounting to pay cuts from year to year. Health |
| 16 | care workers have experienced burnout, trauma, and moral injuries due to a |
| 17 | history of underfunding and the present stress of the pandemic. |
| 18 | (b) In order to retain and recruit health care workers in Vermont, it is the |
| 19 | intent of the General Assembly to invest in multiple solutions aimed at |
| 20 | reinforcing our health care workforce in the present and sustaining our health |
| 21 | care workers into the future. |

| 1 | Sec. 14. EMERGENCY GRANTS TO SUPPORT NURSE EDUCATORS |
|----|---|
| 2 | (a) The sum of \$3,000,000.00 is appropriated to the Department of Health |
| 3 | from General Fund in fiscal year 2023 and shall carry forward for the purpose |
| 4 | of providing emergency interim grants to Vermont's nursing schools over three |
| 5 | years to increase the compensation for their nurse faculty and staff, with |
| 6 | \$1,000,000.00 to be distributed in each of fiscal years 2023, 2024, and 2025 to |
| 7 | increase the compensation for each full-time-equivalent (FTE) member of the |
| 8 | clinical and didactic nurse faculty and staff. The Department shall distribute |
| 9 | the funds among the nursing schools in Vermont equitably based on each |
| 10 | school's proportion of nursing faculty and staff to the total number of FTE |
| 11 | nursing faculty and staff across all nursing schools statewide. |
| 12 | (b) If the nurse faculty or staff, or both, of a nursing school receiving a |
| 13 | grant under this section are subject to a collective bargaining agreement, the |
| 14 | use of the grant funds provided to the nursing school for those faculty or staff, |
| 15 | or both, shall be subject to impact bargaining between the nursing school and |
| 16 | the collective bargaining representative of the nurse faculty or staff, or both, to |
| 17 | the extent required by the applicable collective bargaining agreement. |

| 1 | Sec. 15. NURSE PRECEPTOR INCENTIVE GRANTS; HOSPITALS; |
|----|---|
| 2 | WORKING |
| 3 | GROUP; REPORT |
| 4 | (a)(1) The sum of \$2,400,000.00 is appropriated to the Agency of Human |
| 5 | Services from the General Fund in fiscal year 2023 to provide incentive grants |
| 6 | to hospital-employed nurses in Vermont to serve as preceptors for nursing |
| 7 | students enrolled in Vermont nursing school programs. The Agency shall |
| 8 | distribute the funds to hospitals employing nurses who provide student |
| 9 | preceptor supervision based on the number of preceptor hours to be provided, |
| 10 | at a rate of \$5.00 per preceptor hour, or a lesser hourly rate if the need exceeds |
| 11 | the available funds. |
| 12 | (2) If nurse preceptors receiving compensation pursuant to a grant awarded |
| 13 | to a hospital under this section are subject to a collective bargaining agreement |
| 14 | the use of the grant funds provided to the hospital for the nurse preceptors shall |
| 15 | be subject to impact bargaining between the hospital and the collective |
| 16 | bargaining representative of the nurses to the extent required by the collective |
| 17 | bargaining agreement. |
| 18 | (b)(1) The Director of Health Care Reform or designee in the Agency of |
| 19 | Human Services shall convene a working group of stakeholders representing |
| 20 | nursing schools, long-term care facilities, designated and specialized service |

| 1 | agencies, federally qualified health centers, home health agencies, primary care |
|----|--|
| 2 | practices, and other health care facilities to: |
| 3 | (A) identify ways to increase clinical placement opportunities across |
| 4 | a variety of health care settings for nursing students enrolled in Vermont |
| 5 | nursing school programs; |
| 6 | (B) establish sustainable funding models for compensating nurses |
| 7 | serving as preceptors or for supporting the hiring of additional nurses to |
| 8 | alleviate the pressures on nurse preceptors, or both; and |
| 9 | (C) develop an action plan for implementing the clinical placement |
| 10 | expansion and sustainable funding models identified and established pursuant |
| 11 | to subdivisions (A) and (B) of this subdivision (1), including addressing the |
| 12 | need for student housing opportunities. |
| 13 | (2) On or before January 15, 2023, the Director of Health Care Reform |
| 14 | shall provide the working group's action plan and any recommendations for |
| 15 | legislative action to the House Committees on Health Care, on Commerce and |
| 16 | Economic Development, and on Appropriations and the Senate Committees on |
| 17 | Health and Welfare, on Economic Development, Housing and General Affairs, |
| 18 | and on Appropriations. |

| 1 | Sec. 16. HEALTH CARE EMPLOYER NURSING PIPELINE AND |
|----|--|
| 2 | APPRENTICESHIP |
| 3 | PROGRAM |
| 4 | (a) The sum of \$3,000,000.00 is appropriated to the Vermont Student |
| 5 | Assistance Corporation (VSAC) from the General Fund in fiscal year 2023 and |
| 6 | shall carry forward for the purpose of providing grants to health care |
| 7 | employers, including hospitals, long-term care facilities, designated and |
| 8 | specialized service agencies, federally qualified health centers, and other health |
| 9 | care providers, to establish or expand partnerships with Vermont nursing |
| 10 | schools to create nursing pipeline or apprenticeship programs, or both, that will |
| 11 | train members of the health care employers' existing staff, including personal |
| 12 | care attendants, licensed nursing assistants, and licensed practical nurses, to |
| 13 | become higher-level nursing professionals. Through a combination of |
| 14 | scholarship awards, grants awarded to health care employers pursuant to this |
| 15 | section, and the health care employer's contributions, the trainees' tuition and |
| 16 | fees shall be covered in full, and trainees shall be provided with assistance in |
| 17 | meeting their living costs, such as housing and child care, while attending the |
| 18 | program. |
| 19 | (b) In awarding grants pursuant to this section, VSAC shall give priority to |
| 20 | health care employer proposals based on the following criteria: |

| 1 | (1) the extent to which the health care employer proposes to participate |
|----|---|
| 2 | financially in the program; |
| 3 | (2) the extent of the health care employer's commitment to sustaining |
| 4 | the program financially, including providing financial support for nurse |
| 5 | preceptors, to create ongoing opportunities for educational advancement in |
| 6 | nursing; |
| 7 | (3) the ability of the health care employer's staff to leverage nursing |
| 8 | scholarship opportunities to maximize the reach of the grant funds; |
| 9 | (4) the employer's demonstrated ability to retain nursing students in the |
| 10 | Vermont nursing workforce; |
| 11 | (5) the employer's geographic location, in order to ensure access to |
| 12 | pipeline and apprenticeship programs for nursing staff across Vermont; and |
| 13 | (6) the employer's commitment to advancing the professional |
| 14 | development of individuals from marginalized communities, especially those |
| 15 | that have been historically disadvantaged in accessing educational |
| 16 | opportunities and career advancement in the health care professions. |
| 17 | (c)(1) VSAC shall begin awarding grants under this section expeditiously |
| 18 | in order to enable health care employer staff to begin enrolling in nursing |
| 19 | school programs that commence in the fall of 2022. |

| 1 | (2) On or before September 15, 2022, VSAC shall provide an update to |
|----|--|
| 2 | the Health Reform Oversight Committee on the status of program |
| 3 | implementation. |
| 4 | Sec. 17. 18 V.S.A. § 34 is added to read: |
| 5 | § 34. VERMONT NURSING SCHOLARSHIP PROGRAM |
| 6 | (a) The Vermont Nursing Scholarship Program is created and shall be |
| 7 | administered by the Department of Health in collaboration with the Vermont |
| 8 | Student Assistance Corporation. The Vermont Student Assistance Corporation |
| 9 | shall disburse scholarship funds under the Program on behalf of eligible |
| 10 | individuals, subject to the appropriation of funds by the General Assembly for |
| 11 | this purpose. |
| 12 | (b) To be eligible for a scholarship under the Program, an individual, |
| 13 | whether a resident or nonresident, shall: |
| 14 | (1) be enrolled at an approved postsecondary education institution as |
| 15 | defined in 16 V.S.A. § 2822; |
| 16 | (2) demonstrate financial need; |
| 17 | (3) demonstrate academic capacity by carrying at least a 2.5 grade point |
| 18 | average in the individual's course of study prior to receiving the fund award; |
| 19 | <u>and</u> |
| 20 | (4) agree to work as a nurse in Vermont for a minimum of one year |
| 21 | following licensure for each year of scholarship awarded. |

| 1 | (c)(1) First priority for scholarship funds shall be given to students |
|----|--|
| 2 | pursuing a practical nursing certificate who will be eligible to sit for the |
| 3 | NCLEX-PN examination upon completion of the certificate. |
| 4 | (2) Second priority for scholarship funds shall be given to students |
| 5 | pursuing an associate's degree in nursing who will be eligible to sit for the |
| 6 | NCLEX-RN examination upon graduation. |
| 7 | (3) Third priority for scholarship funds shall be given to students |
| 8 | pursuing a bachelor of science degree in nursing. |
| 9 | (4) Fourth priority shall be given to students pursuing graduate nursing |
| 10 | education. |
| 11 | (d) Students attending an approved postsecondary educational institution in |
| 12 | Vermont shall receive first preference for scholarships. |
| 13 | (e) There shall be no deadline to apply for a scholarship under this section. |
| 14 | Scholarships shall be awarded on a rolling basis as long as funds are available, |
| 15 | and any funds remaining at the end of a fiscal year shall roll over and shall be |
| 16 | available to the Department of Health and the Vermont Student Assistance |
| 17 | Corporation in the following fiscal year to award additional scholarships as set |
| 18 | forth in this section. |
| 19 | Sec. 18. REPEAL |
| 20 | 18 V.S.A. § 31 (educational assistance; incentives; nurses) is repealed. |

| 1 | Sec. 19. VERMONT NURSING SCHOLARSHIP PROGRAM; |
|----|---|
| 2 | APPROPRIATION |
| 3 | The sum of \$3,000,000.00 in Global Commitment investment funds is |
| 4 | appropriated to the Department of Health in fiscal year 2023 for scholarships |
| 5 | for nursing students under the Vermont Nursing Scholarship Program |
| 6 | established in Sec. E of this act. |
| 7 | Sec. 20. 18 V.S.A. § 35 is added to read: |
| 8 | § 35. VERMONT NURSING LOAN REPAYMENT PROGRAM |
| 9 | (a) As used in this section: |
| 10 | (1) "Corporation" means the Vermont Student Assistance Corporation |
| 11 | established in 16 V.S.A. § 2821. |
| 12 | (2) "Eligible individual" means an individual who satisfies the eligibility |
| 13 | requirements for loan repayment under this section. |
| 14 | (3) "Eligible school" means an approved postsecondary education |
| 15 | institution, as defined under 16 V.S.A. § 2822. |
| 16 | (4) "Loan repayment" means the cancellation and repayment of loans |
| 17 | under this section. |
| 18 | (5) "Loans" means education loans guaranteed, made, financed, |
| 19 | serviced, or otherwise administered by the Corporation under this subchapter |
| 20 | for attendance at an eligible school. |

| 1 | (6) "Program" means the Vermont Nursing Loan Repayment Program |
|----|---|
| 2 | created under this section. |
| 3 | (b) The Vermont Nursing Loan Repayment Program is created and shall be |
| 4 | administered by the Department of Health in collaboration with the |
| 5 | Corporation. The Program provides loan repayment on behalf of individuals |
| 6 | who live and work as a nurse in this State and who meet the eligibility |
| 7 | requirements in subsection (e) of this section. |
| 8 | (c) The loan repayment benefits provided under the Program shall be paid |
| 9 | on behalf of the eligible individual by the Corporation, subject to the |
| 10 | appropriation of funds by the General Assembly specifically for this purpose. |
| 11 | (d) To be eligible for loan repayment under the Program, an individual |
| 12 | shall satisfy all of the following requirements: |
| 13 | (1) have graduated from an eligible school where the individual has, |
| 14 | within the past five years, been awarded a nursing degree; |
| 15 | (2) had an overall 2.5 grade point average or better or the equivalent as |
| 16 | determined by the Corporation if the eligible school does not use grade point |
| 17 | averages from the eligible school; |
| 18 | (3) work as a nurse in this State; and |
| 19 | (4) be a resident of Vermont. |

| 1 | (f)(1) An eligible individual shall be entitled to an amount of loan |
|----|--|
| 2 | cancellation and repayment under this section equal to one year of loans for |
| 3 | every for one year of service as a nurse in this State. |
| 4 | (2) The Corporation shall award loan repayments in amounts that are |
| 5 | sufficient to attract high-quality candidates while also making a meaningful |
| 6 | increase in Vermont's health care professional workforce. |
| 7 | (i) The Corporation shall adopt policies, procedures, and guidelines |
| 8 | necessary to implement the provisions of this section. |
| 9 | Sec. 21. VERMONT NURSING LOAN REPAYMENT PROGRAM; |
| 10 | APPROPRIATION |
| 11 | The sum of \$2,000,000.00 is appropriated from the General Fund to the |
| 12 | Department of Health in fiscal year 2023 for loan repayment for nurses under |
| 13 | the Vermont Nursing Loan Repayment Program established in Sec. H of this |
| 14 | act. |
| 15 | Sec. 22. 18 V.S.A. § 36 is added to read: |
| 16 | § 36. NURSE EDUCATOR SCHOLARSHIP AND LOAN REPAYMENT |
| 17 | <u>PROGRAM</u> |
| 18 | (a) Definitions. As used in this section: |
| 19 | (1) "Eligible individual" means an individual who satisfies the eligibility |
| 20 | requirements under this section for a scholarship or loan repayment. |

| 1 | (2) "Eligible school" means an approved postsecondary education |
|----|--|
| 2 | institution, as defined under 16 V.S.A. § 2822. |
| 3 | (3) "Gift aid" means grant or scholarship financial aid received from the |
| 4 | federal government or from the State. |
| 5 | (4) "Loan repayment" means the cancellation and repayment of loans |
| 6 | under this section. |
| 7 | (5) "Loans" means education loans guaranteed, made, financed, |
| 8 | serviced, or otherwise administered by the Corporation under this subchapter |
| 9 | for attendance at an eligible school. |
| 10 | (6) "Program" means the Nurse Educator Scholarship and Loan |
| 11 | Repayment Program created under this section. |
| 12 | (7) "Scholarship" means a scholarship awarded under this section |
| 13 | covering tuition, room, board, and the cost of required books and supplies for |
| 14 | up to full-time attendance at an eligible school. |
| 15 | (b) Program creation. The Nurse Educator Scholarship and Loan |
| 16 | Repayment Program is created and shall be administered by the Department of |
| 17 | Health in collaboration with the Corporation. The Program provides |
| 18 | scholarships to students enrolled in an eligible school who commit to working |
| 19 | as a nurse educator at a nursing school in this State and who meet the |
| 20 | eligibility requirements in subsection (d) of this section. The Program also |
| 21 | provides loan repayment on behalf of individuals who work as nurse educators |

| 1 | at a nursing school in this State and who meet the eligibility requirements in |
|----|--|
| 2 | subsection (e) of this section. |
| 3 | (c) The scholarship and loan repayment benefits provided under the |
| 4 | Program shall be paid on behalf of the eligible individual by the Corporation, |
| 5 | subject to the appropriation of funds by the General Assembly specifically for |
| 6 | this purpose. |
| 7 | (d) Eligibility for scholarships. To be eligible for a scholarship under the |
| 8 | Program, an individual, whether a resident or nonresident, shall satisfy all of |
| 9 | the following requirements: |
| 10 | (1) be enrolled at an eligible school in a program that leads to a graduate |
| 11 | degree in nursing; |
| 12 | (2) continually demonstrate satisfactory academic progress by |
| 13 | maintaining a 2.5 grade point average or better or the equivalent as determined |
| 14 | by the Corporation if the eligible school does not use grade point averages; |
| 15 | (3) have used any available gift aid; |
| 16 | (4) have executed a contract with the Corporation committing the |
| 17 | individual to work as a nurse educator at a nursing school in this State; |
| 18 | (5) have executed a promissory note obligating the individual to repay |
| 19 | the individual's scholarship benefit, in whole or in part, if the individual fails |
| 20 | to complete the period of service required in subsection (f) of this section; and |

| 1 | (6) have completed the Program's application form, the free application |
|----|---|
| 2 | for federal student aid (FAFSA), and the Vermont grant application each |
| 3 | academic year of enrollment in accordance with a schedule determined by the |
| 4 | Corporation. |
| 5 | (e) Eligibility for loan repayment. To be eligible for loan repayment under |
| 6 | the Program, an individual shall satisfy all of the following requirements: |
| 7 | (1) graduated from an eligible school where the individual has, within |
| 8 | the past five years, been awarded a graduate degree in nursing; |
| 9 | (2) had an overall 2.5 grade point average or better or the equivalent as |
| 10 | determined by the Corporation if the eligible school does not use grade point |
| 11 | averages from the eligible school; |
| 12 | (3) work as a nurse educator at a nursing school in this State; and |
| 13 | (4) be a resident of Vermont. |
| 14 | (f) Service commitment. |
| 15 | (1) Scholarships. For each year of service as a nurse educator at a |
| 16 | nursing school in this State, an eligible individual shall be entitled to a full |
| 17 | academic year of full scholarship benefit under the Program. If an eligible |
| 18 | individual fails to serve as a nurse educator at a nursing school in this State for |
| 19 | a period that would entitle the individual to the full scholarship benefit |
| 20 | received by the individual, other than for good cause as determined by the |
| 21 | Corporation, then the individual shall reimburse the Corporation a pro rata |

| 1 | portion of the scholarship paid under the Program pursuant to the terms of the |
|----|--|
| 2 | interest-free reimbursement promissory note signed by the individual at the |
| 3 | time of entering the Program. |
| 4 | (2) Loan repayment. An eligible individual shall be entitled to an |
| 5 | amount of loan cancellation and repayment under this section equal to one year |
| 6 | of loans for every for one year of service as a nurse educator at a nursing |
| 7 | school in this State. |
| 8 | (g) Adoption of policies, procedures, and guidelines. The Corporation |
| 9 | shall adopt policies, procedures, and guidelines necessary to implement the |
| 10 | provisions of this section. |
| 11 | Sec. 23. NURSE EDUCATOR SCHOLARSHIP AND LOAN REPAYMENT |
| 12 | PROGRAM; |
| 13 | APPROPRIATION |
| 14 | The sum of \$500,000.00 is appropriated from the General Fund to the |
| 15 | Department of Health in fiscal year 2023 for scholarships and loan repayment |
| 16 | for nurse educators under the Nurse Educator Scholarship and Loan |
| 17 | Repayment Program established in Sec. J of this act. |
| 18 | Sec. 24. NURSING SCHOOLS; SIMULATION LAB UPDATE AND |
| 19 | EXPANSION; |
| 20 | APPROPRIATION |

| 1 | The sum of \$4,000,000.00 is appropriated to the Agency of Human Services |
|----|---|
| 2 | in fiscal year 2023 for purposes of providing capital grants to nursing school |
| 3 | programs to enable them to renovate or expand their simulation laboratories, or |
| 4 | both, in order to enable them to increase student enrollment. The amount of |
| 5 | the grant funds shall be divided among the nursing schools in Vermont based |
| 6 | on each school's projected nursing student enrollment following completion of |
| 7 | the renovation or expansion. |
| 8 | Sec. 25. 18 V.S.A. § 9456 is amended to read: (note – Sec. M shall take effect |
| 9 | on January 1, 2023 and shall apply to hospital fiscal years 2024 and after) |
| 10 | § 9456. BUDGET REVIEW |
| 11 | (a) The Board shall conduct reviews of each hospital's proposed budget |
| 12 | based on the information provided pursuant to this subchapter and in |
| 13 | accordance with a schedule established by the Board. |
| 14 | (b) In conjunction with budget reviews, the Board shall: |
| 15 | * * * |
| 16 | (10) require each hospital to provide information on administrative |
| 17 | costs, as defined by the Board, including specific information on the amounts |
| 18 | spent on marketing and advertising costs; and |
| 19 | (11) require each hospital to create or maintain connectivity to the |
| 20 | State's Health Information Exchange Network in accordance with the criteria |
| 21 | established by the Vermont Information Technology Leaders, Inc., pursuant to |

| 1 | subsection 9352(i) of this title, provided that the Board shall not require a |
|----|---|
| 2 | hospital to create a level of connectivity that the State's Exchange is unable to |
| 3 | support; |
| 4 | (12) review the hospital's investments in workforce development |
| 5 | initiatives, including nursing workforce pipeline collaborations with nursing |
| 6 | schools and compensation and other support for nurse preceptors; and |
| 7 | (13) consider the salaries for the hospital's executive and clinical |
| 8 | leadership and the hospital's salary spread, including a comparison of median |
| 9 | salaries to the medians of northern New England states. |
| 10 | * * * |
| 11 | Sec. 26. GREEN MOUNTAIN CARE BOARD; FISCAL YEAR 2023 |
| 12 | HOSPITAL BUDGET |
| 13 | REVIEW; NURSING WORKFORCE DEVELOPMENT |
| 14 | INITIATIVES |
| 15 | For hospital fiscal year 2023, the Green Mountain Care Board may exclude |
| 16 | all or a portion of a hospital's investments in nursing workforce development |
| 17 | initiatives from any otherwise applicable financial limitations on the hospital's |
| 18 | budget or budget growth. Notwithstanding any provision of GMCB Rule |
| 19 | 3.202, the Board may modify its hospital budget guidance for hospital fiscal |
| 20 | year 2023 as needed to comply with this section. |

| 1 | Sec. 27. DESIGNATED AND SPECIALIZED SERVICE AGENCIES; |
|----|--|
| 2 | MEDICAID |
| 3 | RATE INCREASE; REPORT |
| 4 | (a) Since the 1960s, the State and federal governments have directed the |
| 5 | community mental health system to provide care in the community using the |
| 6 | least restrictive means for those who would previously have been |
| 7 | institutionalized, but never redistributed the money to the community mental |
| 8 | health system or fully funded that mandate. The General Assembly is taking |
| 9 | the steps set forth in subsections (b) and (c) of this section to address the |
| 10 | shortfall. |
| 11 | (b) The sum of \$41,854,493.00 in Global Commitment dollars is |
| 12 | appropriated to the Agency of Human Services in fiscal year 2023 to increase |
| 13 | the Medicaid rates for the mental health and developmental disability services |
| 14 | provided by designated and specialized service agencies by 10 percent. |
| 15 | (c) The Departments of Mental Health and of Disabilities, Aging, and |
| 16 | Independent Living, in consultation with representatives of the designated and |
| 17 | specialized services agencies, shall report to the House Committees on Health |
| 18 | Care, on Human Services, and on Appropriations and the Senate Committees |
| 19 | on Health and Welfare and on Appropriations on or before January 15, 2023 |
| 20 | with the total amount of funds that would be necessary on an annual basis to |
| 21 | increase the salaries for all staff in the community mental health system to the |
| | |

| 1 | level of equivalent positions in the State workforce, Vermont hospitals, and |
|----|--|
| 2 | school settings. |
| 3 | Sec. 28. AGENCY OF HUMAN SERVICES; DESIGNATED AND |
| 4 | SPECIALIZED |
| 5 | SERVICE AGENCIES; WORKFORCE DEVELOPMENT |
| 6 | (a) The sum of \$6,000,000.00 is appropriated to the Agency of Human |
| 7 | Services from the General Fund in fiscal year 2023 to expand the supply of |
| 8 | high-quality mental health, substance use disorder treatment, and |
| 9 | developmental disability services professionals by distributing funds to the |
| 10 | designated and specialized service agencies equitably based on each agency's |
| 11 | proportion of full-time- equivalent (FTE) mental health, substance use disorder |
| 12 | treatment, and developmental disability services staff to the total number of |
| 13 | FTE mental health, substance use disorder treatment, and developmental |
| 14 | disability services staff across all designated and specialized service agencies |
| 15 | statewide. The designated and specialized service agencies shall use these |
| 16 | funds for loan repayment and tuition assistance to promote the recruitment and |
| 17 | retention of high-quality mental health, substance use disorder treatment, and |
| 18 | developmental disability services professionals available to Vermont residents |
| 19 | in need of their services, as set forth in subsection (b) of this section. |
| 20 | (b)(1) Each designated and specialized service agency shall make the funds |
| 21 | received pursuant to subsection (a) of this section available to its current and |

| 1 | prospective employees as set forth in subdivisions (A) and (B) of this |
|----|--|
| 2 | subdivision (1) on a rolling basis in exchange for a one-year service obligation |
| 3 | to provide mental health, substance use disorder treatment, or developmental |
| 4 | disablity services, or a combination of these, at a designated or specialized |
| 5 | service agency in this State. The funds may be used for the following |
| 6 | purposes: |
| 7 | (A) loan repayment for master's-level clinicians, bachelor's-level |
| 8 | direct service staff, and nurses; and |
| 9 | (B) tuition assistance for individuals pursuing degrees to become |
| 10 | master's-level clinicians, bachelor's-level direct service staff, and nurses. |
| 11 | (2) Loan repayment and tuition assistance funds shall be available to the |
| 12 | current and prospective employees of designated and specialized service |
| 13 | agencies in the form of forgivable loans, with the debt forgiven upon the |
| 14 | employee's completion of the required service obligation. |
| 15 | (c) Until the funds have been fully expended, the Agency of Human |
| 16 | Services shall report on or before January 15 annually to the House |
| 17 | Committees on Appropriations, on Health Care, and on Human Services and |
| 18 | the Senate Committees on Appropriations and on Health and Welfare with |
| 19 | information on the following: |

| 1 | (1) the specific designated and specialized service agencies that have |
|----|--|
| 2 | received funds to date and the programs within each of those agencies in which |
| 3 | the financial assistance recipients will deliver services; |
| 4 | (2) the amount of financial assistance funding provided to each |
| 5 | recipient; |
| 6 | (3) the specific degrees or certificates toward which the tuition |
| 7 | assistance recipients are working and those earned by loan repayment |
| 8 | recipients; and |
| 9 | (4) the number of new employees attracted to the designated and |
| 10 | specialized service agencies as a result of the financial assistance, their fields |
| 11 | of study, and the programs in which they deliver services. |
| 12 | Sec. 29. OFFICE OF PROFESSIONAL REGULATION; BARRIERS TO |
| 13 | MENTAL |
| 14 | HEALTH LICENSURE; REPORT |
| 15 | The Office of Professional Regulation shall undertake a systematic review |
| 16 | of the licensing processes for mental health and substance use disorder |
| 17 | treatment professionals to identify barriers to licensure. On or before January |
| 18 | 15, 2023, the Office shall provide its findings and recommendations to address |
| 19 | any identified barriers to licensure to the House Committees on Health Care, |
| 20 | on Human Services, on Commerce and Economic Development, and on |
| 21 | Government Operations and the Senate Committees on Health and Welfare, on |

| 1 | Economic Development, Housing and General Affairs, and on Government |
|----|--|
| 2 | Operations. |
| 3 | Sec. 30. AGENCY OF HUMAN SERVICES; POSITION; |
| 4 | APPROPRIATION |
| 5 | (a) One classified, three-year limited-service Health Care Workforce |
| 6 | Coordinator position is created in the Agency of Human Services, Office of |
| 7 | Health Care Reform in fiscal year 2023 to support the health care workforce |
| 8 | initiatives set forth in this act and in the Health Care Workforce Development |
| 9 | Strategic Plan. The Coordinator shall focus on building educational, clinical, |
| 10 | and housing partnerships and support structures to increase and improve health |
| 11 | care workforce training, recruitment, and retention. |
| 12 | (b) The sum of \$170,000.00 is appropriated from the General Fund to the |
| 13 | Agency of Human Services, Office of Health Care Reform in fiscal year 2023 |
| 14 | for the Health Care Workforce Coordinator position, of which \$120,000.00 is |
| 15 | for personal services and \$50,000.00 is for operating expenses. |
| 16 | Sec. 31. DEPARTMENT OF LABOR; HEALTH CARE WORKFORCE |
| 17 | DATA |
| 18 | HUB; HEALTH RESOURCE ALLOCATION PLAN |
| 19 | The sum of \$2,500,000.00 is appropriated to the Department of Labor from |
| 20 | the General Fund in fiscal year 2023 to enable the Department to serve as the |
| 21 | State's health care workforce data hub. The Department shall collect health |

| 1 | care workforce data and identify and propose solutions to address data gaps, |
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| 2 | and shall share the data with the Green Mountain Care Board to inform the |
| 3 | Board's work in identifying the State's health resources available to meet |
| 4 | Vermonters' health care needs and additional resources that may be necessary, |
| 5 | as part of the Board's Health Resource Allocation Plan responsibilities |
| 6 | pursuant to 18 V.S.A. § 9405. The Department shall use existing statewide |
| 7 | information to the extent practicable to avoid imposing administrative burdens |
| 8 | on health care providers and to avoid duplication of efforts underway |
| 9 | elsewhere in Vermont. The Department shall expand its data collection |
| 10 | practices over two years to include all levels of the health care workforce, |
| 11 | beginning with the highest-level licensed health care professionals. |
| 12 | Sec. 32. DEPARTMENT OF LABOR; GREEN MOUNTAIN CARE |
| 13 | BOARD; SUPPLY |
| 14 | AND DEMAND MODELING |
| 15 | On or before January 15, 2023, the Department of Labor, in collaboration |
| 16 | with the Green Mountain Care Board, shall explore and recommend to the |
| 17 | House Committees on Health Care, on Human Services, and on Commerce and |
| 18 | Economic Development and the Senate Committees on Health and Welfare |
| 19 | and on Economic Development, Housing and General Affairs a process, |
| 20 | methodology, and necessary funding amounts to establish and maintain the |
| 21 | capacity to perform health care supply and demand modeling based on |

| 1 | information in the health care workforce data hub, for use by health care |
|----|--|
| 2 | employers, health care educators, and policymakers. |
| 3 | Sec. 33. DEPARTMENT OF FINANCIAL REGULATION; GREEN |
| 4 | MOUNTAIN |
| 5 | CARE BOARD; PRIOR AUTHORIZATIONS; ADMINISTRATIVE |
| 6 | COST |
| 7 | REDUCTION; REPORT |
| 8 | (a) The Department of Financial Regulation shall explore the feasibility of |
| 9 | requiring health insurers and their prior authorization vendors to access clinical |
| 10 | data from the Vermont Health Information Exchange whenever possible to |
| 11 | support prior authorization requests in situations in which a request cannot be |
| 12 | automatically approved. |
| 13 | (b) The Department of Financial Regulation shall direct health insurers to |
| 14 | provide prior authorization information to the Department in a format required |
| 15 | by the Department in order to enable the Department to analyze opportunities |
| 16 | to align and streamline prior authorization request processes. The Department |
| 17 | shall share its findings and recommendations with the Green Mountain Care |
| 18 | Board, and the Department and the Board shall collaborate to provide |
| 19 | recommendations to the House Committee on Health Care and the Senate |
| 20 | Committees on Health and Welfare and on Finance on or before January 15, |

| 1 | 2023 regarding the statutory changes necessary to align and streamline prior |
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| 2 | authorization processes and requirements across health insurers. |
| 3 | Sec. 34. 33 V.S.A. § 3543 is amended to read: |
| 4 | § 3543. STUDENT LOAN REPAYMENT ASSISTANCE |
| 5 | (a)(1) There is established a need-based student loan repayment assistance |
| 6 | program for the purpose of providing student loan repayment assistance to any |
| 7 | individual employed by a regulated, privately operated center-based child care |
| 8 | program or family child care home. |
| 9 | (2) An eligible individual shall: |
| 10 | (A) work in a privately operated center-based child care program or in |
| 11 | a family child care home that is regulated by the Division for at least an |
| 12 | average of 30 hours per week for 48 weeks of the year, except that this |
| 13 | minimum time requirement does not apply to an employee of Vermont Head |
| 14 | Start to the extent it conflicts with any law or contract provision governing the |
| 15 | terms of employment. |
| 16 | (B) receive an annual salary of not more than \$50,000.00; and |
| 17 | (C) have earned an associates or bachelor's degree with a major |
| 18 | concentration in early childhood, child and human development, elementary |
| 19 | education, special education with a birth to age eight focus, or child and family |
| 20 | services within the preceding five years. |
| 21 | * * * |

| 1 | Sec. 35. PILOT PROGRAM; POSITIONS EMBEDDED WITHIN |
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| 2 | RECOVERY |
| 3 | CENTERS |
| 4 | (a)(1) In fiscal year 2023, \$1,290,000.00 is appropriated to the Department |
| 5 | for Disabilities, Aging, and Independent Living's Division of Vocation |
| 6 | Rehabilitation and the Vermont Association of Business Industry and |
| 7 | Rehabilitation from the State and Local Fiscal Recovery Fund for the purpose |
| 8 | of developing and implementing a two-year pilot program that embeds 15 FTE |
| 9 | new positions within 12 recovery centers across the State. |
| 10 | (2) The 15 FTE limited-service positions shall be allocated as follows: |
| 11 | (A) Of the total appropriation, \$540,000.00 total shall be allocated in |
| 12 | equal amounts to fund the following 2.5 FTE at each of two geographically |
| 13 | diverse recovery centers: |
| 14 | (i) one FTE to serve as an employment counselor within the |
| 15 | Division of Vocation Rehabilitation; |
| 16 | (ii) one FTE to serve as an employment consultant within the |
| 17 | Vermont Association of Business Industry and Rehabilitation; and |
| 18 | (iii) 0.5 FTE to serve as Employment Assistance Program staff |
| 19 | within the Division of Vocation Rehabilitation. |

| 1 | (B) Of the total appropriation, \$75,000.00 shall be allocated in equal |
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| 2 | amounts to fund one FTE who shall serve as an employment support counselor |
| 3 | at each of the 10 remaining recovery centers in the State. |
| 4 | (b) On or before January 1, 2024, the Division of Vocational |
| 5 | Rehabilitation, in collaboration with the Vermont Association of Business |
| 6 | Industry and Rehabilitation, shall submit a report to the House Committees on |
| 7 | Commerce and Economic Development and on Human Services and to the |
| 8 | Senate Committees on Economic Development, Housing and General Affairs |
| 9 | and on Health and Welfare summarizing the effectiveness of the pilot program, |
| 10 | including: |
| 11 | (1) educational attainment and achievement of program recipients; |
| 12 | (2) acquisition of a credential of value pursuant to 10 V.S.A. § 546; |
| 13 | (3) number of job placements; and |
| 14 | (4) job retention rates. |
| 15 | Sec. 36. CHILD CARE FINANCIAL ASSISTANCE PROGRAM; HIGHER |
| 16 | EDUCATION SAVINGS INCENTIVE; PUBLIC EDUCATION |
| 17 | CAMPAIGN |
| 18 | In fiscal year 2023, the amount of \$XXX is appropriated to the Department |
| 19 | for Children and Families' Child Development Division to develop and |
| 20 | implement as public education campaign aimed at ensuring that families in the |
| 21 | Child Care Financial Assistance Program are aware that the earnings deposited |

| 1 | in a qualified child education savings account, such as the Vermont Higher |
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| 2 | Education Investment Plan established in 16 V.S.A. § 2877, or any similar plan |
| 3 | qualified under 26 U.S.C. § 529, shall be disregarded in determining the |
| 4 | amount of a family's income for the purpose of determining continuing |
| 5 | eligibility. |
| 6 | Sec. 15. EFFECTIVE DATE |
| 7 | This act shall take effect on July 1, 2022. |
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| 14 | (Committee vote:) |
| 15 | |
| 16 | Representative |
| 17 | FOR THE COMMITTEE |