CHAPTER 2020-125

Committee Substitute for Committee Substitute for Committee Substitute for House Bill No. 115

An act relating to Keep Our Graduates Working Act; creating s. 120.82, F.S.; providing a short title; providing a purpose; providing definitions; prohibiting a state authority from denying a license, refusing to renew a license, or suspending or revoking a license on the basis of a delinquency or default in the payment of his or her student loan; amending s. 456.0635, F.S.; providing an exception to the requirement that certain entities prohibit a candidate from being examined for or issued, or having renewed a license, certificate, or registration to practice a health care profession if he or she is listed on a specified federal list of excluded individuals and entities; amending s. 456.072, F.S.; conforming provisions to changes made by the act; repealing s. 456.0721, F.S., relating to health care practitioners in default on student loan or scholarship obligations; amending ss. 456.074 and 1009.95, F.S.; conforming provisions to changes made by the act; providing an effective date.

Be It Enacted by the Legislature of the State of Florida:

- Section 1. Section 120.82, Florida Statutes, is created to read:
- 120.82 Keep Our Graduates Working Act.—
- (1) SHORT TITLE.—This section may be cited as the "Keep Our Graduates Working Act of 2020."
- (2) PURPOSE.—The purpose of this act is to ensure that Floridians who graduate from an accredited college or university can maintain their occupational licenses, as defined in subsection (3), and remain in the workforce while they attempt to pay off their student loan debt.
 - (3) DEFINITIONS.—As used in this section, the term:
- (a) "Default" means the failure to repay a student loan according to the terms agreed to in the promissory note.
- (b) "Delinquency" means the failure to make a student loan payment when it is due.
- (c) "License" means any professional license, certificate, registration, or permit granted by the applicable state authority.
- (d) "State authority" means any department, board, or agency with the authority to grant a license to any person in this state.
- $\underline{\text{(e)}} \quad \text{``Student loan'' means a federal-guaranteed or state-guaranteed loan} \\ \underline{\text{for the purposes of postsecondary education.}}$

- (4) STUDENT LOAN DEFAULT; DELINQUENCY.—A state authority may not deny a license, refuse to renew a license, or suspend or revoke a license that it has issued to a person who is in default on or delinquent in the payment of his or her student loans solely on the basis of such default or delinquency.
- Section 2. Paragraph (e) of subsection (2) and paragraph (e) of subsection (3) of section 456.0635, Florida Statutes, are amended to read:
- 456.0635 Health care fraud; disqualification for license, certificate, or registration.—
- (2) Each board within the jurisdiction of the department, or the department if there is no board, shall refuse to admit a candidate to any examination and refuse to issue a license, certificate, or registration to any applicant if the candidate or applicant or any principal, officer, agent, managing employee, or affiliated person of the candidate or applicant:
- (e) Is currently listed on the United States Department of Health and Human Services Office of Inspector General's List of Excluded Individuals and Entities, except when such applicant is listed solely based on a default or delinquency on a student loan as provided in s. 120.82.

This subsection does not apply to an applicant for initial licensure, certification, or registration who was arrested or charged with a felony specified in paragraph (a) or paragraph (b) before July 1, 2009.

- (3) The department shall refuse to renew a license, certificate, or registration of any applicant if the applicant or any principal, officer, agent, managing employee, or affiliated person of the applicant:
- (e) Is currently listed on the United States Department of Health and Human Services Office of Inspector General's List of Excluded Individuals and Entities, except when such applicant is listed solely based on a default or delinquency on a student loan as provided in s. 120.82.

This subsection does not apply to an applicant for renewal of licensure, certification, or registration who was arrested or charged with a felony specified in paragraph (a) or paragraph (b) before July 1, 2009.

- Section 3. Paragraph (k) of subsection (1) of section 456.072, Florida Statutes, is amended to read:
 - 456.072 Grounds for discipline; penalties; enforcement.—
- (1) The following acts shall constitute grounds for which the disciplinary actions specified in subsection (2) may be taken:
- (k) Failing to perform any statutory or legal obligation placed upon a licensee. For purposes of this section, failing to repay a student loan issued or guaranteed by the state or the Federal Government in accordance with

the terms of the loan <u>is not</u> or failing to comply with service scholarship obligations shall be considered a failure to perform a statutory or legal obligation, and the minimum disciplinary action imposed shall be a suspension of the license until new payment terms are agreed upon or the scholarship obligation is resumed, followed by probation for the duration of the student loan or remaining scholarship obligation period, and a fine equal to 10 percent of the defaulted loan amount. Fines collected shall be deposited into the Medical Quality Assurance Trust Fund.

- Section 4. Section 456.0721, Florida Statutes, is repealed.
- Section 5. Subsection (4) of section 456.074, Florida Statutes, is amended to read:
- 456.074 Certain health care practitioners; immediate suspension of license.—
- (4) Upon receipt of information that a Florida-licensed health care practitioner has defaulted on a student loan issued or guaranteed by the state or the Federal Government, the department shall notify the licensee by certified mail that he or she shall be subject to immediate suspension of license unless, within 45 days after the date of mailing, the licensee provides proof that new payment terms have been agreed upon by all parties to the loan. The department shall issue an emergency order suspending the license of any licensee who, after 45 days following the date of mailing from the department, has failed to provide such proof. Production of such proof shall not prohibit the department from proceeding with disciplinary action against the licensee pursuant to s. 456.073.
- Section 6. Subsection (1) of s. 1009.95, Florida Statutes, is amended to read:
 - 1009.95 Delinquent accounts.—
- (1) The Department of Education is directed to exert every lawful and reasonable effort to collect all delinquent unpaid and uncanceled scholarship loan notes, student loan notes, and defaulted guaranteed loan notes; however, in all such efforts, the department shall comply with s. 120.82.
 - Section 7. This act shall take effect July 1, 2020.

Approved by the Governor June 29, 2020.

Filed in Office Secretary of State June 29, 2020.