## SENATE BILL REPORT SB 5950

#### As of February 21, 2019

**Title**: An act relating to creating the social work professional loan repayment program.

**Brief Description**: Creating the social work professional loan repayment program.

Sponsors: Senators Randall, Lovelett, O'Ban, Hasegawa, Kuderer, Nguyen and Wilson, C..

#### **Brief History:**

**Committee Activity**: Higher Education & Workforce Development: 2/19/19.

### **Brief Summary of Bill**

- Establishes the Social Work Professional Loan Repayment Program for social workers employed by the Department of Children, Youth, and Families (DCYF).
- Makes social workers employed by the Department of Social and Health Services Children's Administration or DCYF eligible after two years of service.
- Allows eligible social workers to receive up to \$50,000 in loan repayment funds spread over a maximum of ten years.

# SENATE COMMITTEE ON HIGHER EDUCATION & WORKFORCE DEVELOPMENT

Staff: Kellee Gunn (786-7429)

**Background**: Social Workers in Washington State. A person may only use the designation of social worker if the person is licensed by Department of Health as a social worker, or has graduated with at least a bachelor's degree from a social work educational program accredited by the Council on Social Work Education. Licensure is dependent on education and experience. According to the Bureau of Labor Statistics, among types of social workers, the most common are child, family, and school social workers and health care social workers.

<u>Public Service Loan Forgiveness.</u> The Public Service Loan Forgiveness Program is a federal program that forgives the remaining balance on direct loans after participants have made 120

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monthly payments under a qualifying repayment plan while working full-time for a qualifying employer. Qualifying employers include governmental organizations and non-profit organizations.

Health Professionals Loan Repayment Program. The Office of Student Financial Assistance within the Washington Student Achievement Council currently administers the Health Professionals Loan Repayment Program. The program awards state funds up to \$75,000 with a minimum three-year service obligation. In 2016, approximately 100 health professionals worked in underserved areas of Washington as a result of this program. Since 1990, the program has funded over 1000 professionals serving in 38 Washington counties, and demand continues to exceed funding available.

**Summary of Bill**: The bill as referred to committee not considered.

**Summary of Bill (Proposed Substitute)**: The Social Work Professional Loan Repayment Program for social workers employed by DCYF is established. Social workers are eligible to participate in the loan repayment program after two years of employment as a social worker at that agency.

Each participant is eligible for quarterly or more frequent loan payments, and a maximum lifetime award of \$50,000 for a maximum of ten years or until the loan is repaid.

Repayment on an eligible participant's loans will be until either the loan is repaid, the participant leaves qualifying service, or the award limits are reached.

The Office of Student Financial Assistance (OFSA) at the Washington Student Achievement Council will administer the Social Work Professional Loan Repayment Program. OFSA must verify all social work professionals who are eligible to participate, adopt rules governing the program, and coordinate with stakeholders to publicize the program and maximize participation. OFSA may also accept grants and donations from public and private sources for the program.

The Social Work Professional Loan Repayment Program Fund is created in the custody of the state treasurer.

**Appropriation**: None.

**Fiscal Note**: Requested on February 15, 2019.

Creates Committee/Commission/Task Force that includes Legislative members: No.

Effective Date: Ninety days after adjournment of session in which bill is passed.

**Staff Summary of Public Testimony on Proposed Substitute**: PRO: DCYF social workers do some of the hardest work in state government. Our foster care system is in crisis. The burnout is high. Each time a social worker leaves, children suffer. Our foster care system is about stability. Tackling adverse childhood experiences earlier would help these individuals when they become adults. Child welfare workers must have a unique skill set to

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navigate the system, and deal with trauma. There are long unpredictable hours. Social workers in the private sector are offered more money for less hours of working. At times, my office has had turnover of over 50 percent. This will help retain workers and recruit skilled staff to do this work for the state. The financial burden of loan debt is problematic. Student loan repayment relief will help social workers and make a stronger, better work force.

**Persons Testifying**: PRO: Senator Emily Randall, Prime Sponsor; Jeanette Obelcz, Washington Federation of State Employees; Nolan Manion, Washington Federation of State Employees.

Persons Signed In To Testify But Not Testifying: No one.

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