By: Hardcastle H.B. No. 1420

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the use of a portion of medical school tuition for
- 3 student loan repayment assistance for physicians.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 61.539, Education Code, is amended to
- 6 read as follows:
- 7 Sec. 61.539. MEDICAL SCHOOL TUITION SET ASIDE FOR CERTAIN
- 8 LOAN REPAYMENTS. (a) The governing boards of each medical unit of
- 9 an institution of higher education shall cause to be set aside two
- 10 percent of tuition charges for each student [resident students]
- 11 registered in a medical branch, school, or college.
- 12 (b) The amount set aside shall be transferred to the
- 13 comptroller of public accounts to be maintained in the state
- 14 treasury for the sole purpose of repayment of student loans of
- 15 physicians serving in designated state agencies or economically
- 16 depressed or rural medically underserved areas of the state as
- 17 specified by this subchapter. <u>Section</u> [Sections 403.094(h) and]
- 18 403.095, Government Code, \underline{does} [\underline{do}] not apply to the amount set
- 19 aside by this section.
- (c) As soon as practicable after each state fiscal year, the
- 21 comptroller shall prepare a report for that fiscal year of the
- 22 number of students registered in a medical branch, school, or
- 23 college, the total amount of tuition charges collected by each
- 24 institution, the total amount transferred to the treasury under

H.B. No. 1420

- 1 this section, and the total amount available under Subsection (b)
- 2 for the repayment of student loans of physicians under this
- 3 <u>subchapter</u>. The comptroller shall deliver a copy of the report to
- 4 the board and to the governor, lieutenant governor, and speaker of
- 5 the house of representatives not later than January 1 following the
- 6 end of the fiscal year covered by the report.
- 7 SECTION 2. The change in law made by this Act applies
- 8 beginning with tuition fees charged to students registered in a
- 9 medical branch, school, or college for the 2003-2004 academic year.
- 10 SECTION 3. This Act takes effect immediately if it receives
- 11 a vote of two-thirds of all the members elected to each house, as
- 12 provided by Section 39, Article III, Texas Constitution. If this
- 13 Act does not receive the vote necessary for immediate effect, this
- 14 Act takes effect September 1, 2003.