By: Nelson

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A BILL TO BE ENTITLED

1	AN ACT
2	relating to programs designed to enhance medical education in this
3	state.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Sections 58.007(a), (b), and (g), Education
6	Code, are amended to read as follows:
7	(a) Nothing in this section or Section 58.006 or 58.008
8	shall diminish or abolish the activities of the Family Practice
9	Residency Advisory Committee established under Section 61.505. It
10	is not the intent of this section to combine or assimilate advisory
11	programs but only to add to and enhance the <u>residency</u> training of
12	primary care physicians in Texas.
13	(b)(1) The Primary Care <u>Graduate Medical Education</u>
14	Expansion Program [Residency] Advisory Committee is created and
15	shall consist of 12 members as follows:
16	(A) seven members shall be licensed physicians,
17	one appointed by each of the following:
18	(i) the Texas Medical Association;
19	(ii) the Texas Osteopathic Medical
20	Association;
21	(iii) the Texas Academy of Family
22	Physicians;
23	(iv) the Texas Society of the American
24	College of Osteopathic Family Physicians;

(v) the Texas Society of Internal Medicine; 1 2 (vi) the Texas Pediatric Society; and (vii) the Association 3 Texas of 4 Obstetricians and Gynecologists; 5 (B) one member shall be appointed by the Office [Texas Department] of Rural Affairs; 6 7 (C) one member shall be appointed by [the Bureau of Community Oriented Primary Care at] the Department of State 8 9 Health Services; and 10 (D) three members shall be members of the public, 11 one appointed by each of the following: 12 (i) the governor; 13 (ii) the lieutenant governor; and 14 (iii) the speaker of the house of 15 representatives. 16 (2) No individual who has a direct financial interest 17 in primary care residency training programs shall be appointed to serve as a member of the advisory committee. 18 The committee shall review for the Texas Higher 19 (q) 20 Education Coordinating Board applications for approval and funding the expansion of existing primary care graduate medical 21 of education residency training programs or the establishment of new 22 Accreditation Council for Graduate Medical Education or American 23 Osteopathic Association nationally accredited primary care 24 residency programs [program expansion] as described in Section 25 58.008 [and related support programs], make recommendations to the 26 27 board relating to program funding [the standards and criteria for

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1 approval of residency training and related support programs], and 2 perform such other duties as may be directed by the board.

3 SECTION 2. Section 58.008, Education Code, is amended to 4 read as follows:

5 Sec. 58.008. PRIMARY CARE GRADUATE <u>MEDICAL</u> EDUCATION [RESIDENCY PROGRAM] EXPANSION PROGRAM. (a) 6 Only primary care 7 [positions] in family practice, residency programs general internal medicine, general pediatrics, and obstetrics 8 and 9 gynecology shall be eligible for [these] funds under this section.

10 (b) The <u>advisory</u> committee <u>created under Section 58.007</u> 11 shall recommend to the Texas Higher Education Coordinating Board an 12 allocation of new primary care residency positions <u>by residency</u> 13 <u>program</u> that are to receive state support.

14 (c) In [The committee shall take into consideration in] 15 recommending an allocation among the four primary care specialties 16 designated for expansion, the committee shall:

17

(1) consider the following factors:

18 <u>(A)</u> [(1)] the current primary care specialties 19 mix of Texas physicians in direct practice;

20 <u>(B)</u> [(2)] projections for the primary care 21 specialties mix of Texas physicians in direct practice;

22 (C) [(3)] the current state-supported primary 23 care positions;

24 (D) [(4)] geographic shortages for primary care 25 physicians;

26(E)[(5)]federallydesignatedand27state-designated[state designated]medically underserved areas

and health professional shortage areas the boundaries of which 1 2 correspond to entire counties; demographics 3 (F) [(6)] the of the Texas 4 population; [and] 5 (G) [(7)] the infrastructure of existing 6 residency programs; 7 (H) the residency program's history of retention and the program's success rate in placing physicians in communities 8 9 in this state following completion of residency training, with an emphasis on the program's success rate in placing physicians in 10 underserved communities; and 11 (I) the amount of matching funds a residency 12 13 program receives or will receive from community collaborative 14 groups; and 15 (2) give priority to residency programs located in 16 community-based settings such as federally qualified health centers, community health clinics, and rural hospitals. 17 18 (d) [(c)] Once funds are awarded to support a resident position as part of a primary care residency program's expansion 19 20 efforts [of a particular residency program], the board shall continue to award grant funds to support that residency position in 21 that specific residency program to maintain support for its 22 expansion efforts for all three or four postgraduate years of the 23 24 residency training curriculum until the resident physician 25 appointed to that position has completed or left the program. The residency position would then be eligible for reallocation by the 26 27 Primary Care Graduate Medical Education Expansion Program

1	Residency Advisory Committee.
2	(e) A grant awarded under this section to an existing or new
3	primary care residency program may be used to pay the salaries of
4	resident physicians in an amount not to exceed \$15,000 per resident
5	physician.
6	(f) The board shall adopt rules for the administration of
7	this section.
8	SECTION 3. Chapter 61, Education Code, is amended by adding
9	Subchapter II to read as follows:
10	SUBCHAPTER II. GRANT PROGRAMS TO SUPPORT
11	PRIMARY CARE IN THIS STATE
12	Sec. 61.9821. PRIMARY CARE PHYSICIAN INCENTIVE PROGRAM.
13	Subject to available funds, the board shall establish a grant
14	program under which the board awards incentive payments to medical
15	schools that demonstrate improvement in the graduation rates of
16	physicians who work in primary care in this state following
17	completion of their residency training.
18	Sec. 61.9822. PRIMARY CARE INNOVATION PROGRAM. Subject to
19	available funds, the board shall establish a grant program under
20	which the board awards incentive payments to medical schools that
21	develop innovative programs designed to increase the number of
22	primary care physicians in this state.
23	Sec. 61.9823. GIFTS, GRANTS, AND DONATIONS. In addition to
24	other money appropriated by the legislature, the board may solicit,
25	accept, and spend gifts, grants, and donations from any public or
26	private source for the purposes of the programs established under
27	this subchapter.

1	Sec. 61.9824. RULES. In consultation with each medical
2	school in this state, the board shall adopt rules for the
3	administration of the programs established under this subchapter.
4	The rules must include:
5	(1) administrative provisions relating to each type of
6	grant under this subchapter, such as:
7	(A) eligibility criteria for medical schools;
8	(B) grant application procedures;
9	(C) guidelines relating to grant amounts;
10	(D) procedures for evaluating grant
11	applications; and
12	(E) procedures for monitoring the use of grants;
13	and
14	(2) a method for tracking the effectiveness of grants
15	that:
16	(A) using data reasonably available to the board,
17	considers relevant information regarding the career paths of
18	medical school graduates during the four-year period following
19	their graduation; and
20	(B) evaluates whether and for how long those
21	graduates work in primary care in this state.
22	Sec. 61.9825. ADMINISTRATIVE COSTS. A reasonable amount,
23	not to exceed three percent, of any money appropriated for purposes
24	of this subchapter may be used by the board to pay the costs of
25	administering this subchapter.
26	SECTION 4. Section 61.532, Education Code, is amended to
27	read as follows:

S.B. No. 143 1 Sec. 61.532. ELIGIBILITY. (a) To be eligible to receive 2 repayment assistance, a physician must: (1)apply to the coordinating board; 3 4 (2)at the time of application, be licensed to practice medicine under Subtitle B, Title 3, Occupations Code; 5 6 (3) have completed one, two, three, or four 7 consecutive years of practice: (A) in a health professional shortage 8 area 9 designated by the Department of State Health Services; or 10 (B) in accordance with Subsection (b); and provide health care services to: 11 (4) recipients under the medical assistance 12 (A) program authorized by Chapter 32, Human Resources Code; 13 (B) enrollees under the child health plan program 14 15 authorized by Chapter 62, Health and Safety Code; or 16 (C) persons committed to a secure correctional 17 facility operated by or under contract with the Texas Juvenile Justice Department [Youth Commission] or persons confined in a 18 secure correctional facility operated by or under contract with any 19 20 division of the Texas Department of Criminal Justice. (b) A physician may complete one or more years of practice 21 22 required by Subsection (a)(3) in a location other than a health professional shortage area designated by the Department of State 23 Health Services if, during the year or years, the physician 24 25 provides health care services to a designated percentage of patients who are recipients under the medical assistance program 26 27 authorized by Chapter 32, Human Resources Code, or the Texas

Women's Health Program according to criteria established by the 1 2 board in consultation with the Health and Human Services Commission. The Health and Human Services Commission shall verify 3 a physician's compliance with this subsection, and the board and 4 the commission shall enter into a memorandum of understanding for 5 6 that purpose. 7 SECTION 5. Section 61.5391, Education Code, is amended by amending Subsection (a) and adding Subsection (c) to read as 8 9 follows: 10 (a) The physician education loan repayment program account 11 is an account in the general revenue fund. The account is composed of: 12 13 (1)gifts and grants contributed to the account; earnings on the principal of the account; and 14 (2) 15 (3) other amounts deposited to the credit of the 16 account, including: 17 money deposited under Section 61.539(b) or (A) 61.5392; 18 legislative appropriations; and 19 (B) 20 (C) money deposited under Section 155.2415, Tax Code. 21 22 (c) Money deposited to the credit of the account under Section 61.5392 may be used only to provide loan repayment 23 assistance to physicians who establish eligibility for the 24 25 assistance under Section 61.532(a)(4)(A) or (b). SECTION 6. Subchapter J, Chapter 61, Education Code, is 26 27 amended by adding Section 61.5392 to read as follows:

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Sec. 61.5392. MEDICAID MATCHING FUNDS. (a) For the
purposes of this subchapter, the Health and Human Services
Commission shall seek any federal matching funds that are available
to support Medicaid services in this state.

5 (b) Any amount received under Subsection (a) shall be 6 transferred to the comptroller to be deposited in the physician 7 education loan repayment program account established under Section 8 61.5391. Section 403.095, Government Code, does not apply to any 9 amount deposited under this section.

10 SECTION 7. (a) As soon as practicable after the effective 11 date of this Act, the Texas Higher Education Coordinating Board 12 shall adopt rules for the implementation and administration of the 13 grant programs established under Subchapter II, Chapter 61, 14 Education Code, as added by this Act. The board may adopt the 15 initial rules in the manner provided by law for emergency rules.

(b) Not later than January 1, 2014, the Texas Higher Education Coordinating Board shall establish the grant programs required by Subchapter II, Chapter 61, Education Code, as added by this Act, and shall begin to award grants under those programs not later than September 1, 2014.

(c) Not later than October 1, 2013, the Texas Higher Education Coordinating Board and the Health and Human Services Commission shall enter into the memorandum of understanding required by Section 61.532(b), Education Code, as added by this Act. As soon as practicable after the date of the memorandum, the board shall begin awarding loan repayment assistance to physicians who establish eligibility under that subsection.

1 SECTION 8. This Act takes effect September 1, 2013.