By: Kolkhorst S.B. No. 1084

A BILL TO BE ENTITLED

1	AN ACT
2	relating to the establishment of a rural resident physician grant
3	program.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Chapter 58A, Education Code, is amended by
6	adding Subchapter E to read as follows:
7	SUBCHAPTER E. RURAL RESIDENT PHYSICIAN GRANT PROGRAM
8	Sec. 58A.081. RURAL RESIDENT PHYSICIAN GRANT PROGRAM. (a)
9	The board shall administer the Rural Resident Physician Grant
10	Program as a competitive grant program to encourage the creation of
11	new graduate medical education positions in rural and
12	nonmetropolitan areas, with particular emphasis on the creation of
13	rural training tracks. The board shall award grants to new or
14	expanded physician residency programs at teaching hospitals and
15	other appropriate health care entities according to the program
16	criteria established under this section.
17	(b) The board shall establish criteria for the grant program
18	in consultation with one or more physicians, including a physician
19	who practices in a rural area of this state, teaching hospitals,
20	medical schools, and independent physician residency programs, and
21	with other persons considered appropriate by the board. The
22	program criteria must take into account whether a rural or
23	nonmetropolitan area has the resources sufficient to support a

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physician residency program in a manner that would satisfy

- 1 applicable residency program accreditation requirements.
- 2 (c) The board may provide grants only to support a physician
- 3 residency program:
- 4 (1) that provides the level of medical care that is
- 5 most needed in a rural or nonmetropolitan area; and
- 6 (2) until the program becomes eligible for federal
- 7 grant funding.
- 8 (d) Grant funds awarded under this section may be used only
- 9 to pay direct costs associated with creating or maintaining a
- 10 residency position, including the salary of the resident physician.
- 11 (e) Each grant application must:
- 12 (1) specify the number of residency positions expected
- 13 to be created or maintained with the grant money;
- 14 (2) specify the grant amount requested for each year;
- 15 (3) include documentation of infrastructure and
- 16 staffing to satisfy applicable residency program accreditation
- 17 requirements;
- 18 (4) include documentation that the residency program
- 19 will set a primary goal of producing physicians who are prepared for
- 20 practice in a rural area; and
- 21 (5) include evidence of support for residency training
- 22 by sponsoring institutions and the community.
- 23 (f) The board shall award grants for all residency positions
- 24 awarded a grant under this section in the preceding year before
- 25 awarding a grant for a residency position that did not receive a
- 26 grant in the preceding year, provided that the applicable grant
- 27 recipient from the preceding year complies with all conditions of

1	the grant as described by Subsection (g) and satisfies the grant
2	eligibility requirements.
3	(g) The board shall monitor physician residency programs
4	receiving grants as necessary to ensure compliance with the grant
5	program and shall require the return of any unused grant money by,
6	or shall decline to award additional grants to, a residency program
7	that receives a grant but fails to:
8	(1) create and fill, within a reasonable period, the
9	number of residency positions proposed in the program's grant
10	application; or
11	(2) satisfy any other conditions of the grant imposed
12	by the board.
13	(h) The board shall use money forfeited under Subsection (g)
14	to award grants to other eligible applicants. With respect to the
15	physician residency program forfeiting the grant, the board may
16	restore grant money or award additional grants, as applicable, to
17	the program as soon as practicable after the program satisfies all
18	conditions of the grant.
19	(i) The board shall adopt rules for the administration of
20	the grant program. The rules must include:
21	(1) administrative provisions governing:
22	(A) eligibility criteria for grant applicants;
23	(B) grant application procedures;
24	(C) guidelines relating to grant amounts;
25	(D) guidelines relating to the number of grants
26	to be awarded each year, subject to available funds;
27	(E) procedures for evaluating grant

The board may adopt the

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   applications;
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                    (F) procedures for monitoring the use of grants;
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   and
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                    (G) reporting requirements for grant recipients;
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               (2) methods for tracking the effectiveness of grants;
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   and
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               (3) any conditions relating to the receipt and use of a
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   grant as considered appropriate by the board.
          SECTION 2. (a) As soon as practicable after the effective
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   date of this Act, the Texas Higher Education Coordinating Board
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   shall adopt rules for the implementation and administration of the
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   grant program established under Subchapter E, Chapter 58A,
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15 Not later than October 1, 2019, the Texas Higher 16 Education Coordinating Board shall establish the grant program 17 required by Subchapter E, Chapter 58A, Education Code, as added by this Act, and shall begin to award grants under that program not 18 later than January 1, 2020. 19

initial rules in the manner provided by law for emergency rules.

Education Code, as added by this Act.

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20 SECTION 3. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as 21 provided by Section 39, Article III, Texas Constitution. If this 22 23 Act does not receive the vote necessary for immediate effect, this 24 Act takes effect September 1, 2019.