MISSISSIPPI LEGISLATURE

By: Senator(s) Huggins

To: Universities and Colleges; Appropriations

SENATE BILL NO. 2916

AN ACT TO AMEND SECTION 37-143-6, MISSISSIPPI CODE OF 1972, 1 TO PROVIDE THAT THE BOARD OF TRUSTEES OF STATE INSTITUTIONS OF 2 HIGHER LEARNING MAY USE FUNDS AVAILABLE UNDER THE MISSISSIPPI 3 FAMILY MEDICINE EDUCATION LOAN/SCHOLARSHIP PROGRAM FOR A 4 MISSISSIPPI STATE LOAN REPAYMENT PROGRAM FOR PRIMARY CARE 5 PHYSICIANS AGREEING TO PRACTICE IN CRITICAL NEEDS AREAS OF THE 6 STATE, AND TO MATCH SUCH FUNDS WITH FEDERAL FUNDS FOR SUCH LOAN 7 REPAYMENT; AND FOR RELATED PURPOSES. 8

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 37-143-6, Mississippi Code of 1972, is 10 amended as follows: 11

37-143-6. (1) There is established a medical education 12 scholarship program, which shall be administered by the Board of 13 Trustees of State Institutions of Higher Learning. The program 14 15 shall provide a certain number of eligible applicants each year with a full scholarship to obtain a medical education at the 16 University of Mississippi School of Medicine at no cost to the 17 recipient, if the recipient meets the conditions upon which the 18 19 scholarship is granted.

20 (2) The program shall provide scholarships to up to twenty (20) new recipients each year, and the program shall be funded 21 22 from monies appropriated from the Health Care Expendable Fund 23 established under Section 43-13-407 and from any other funds appropriated to or otherwise made available to the board of 24 25 trustees for that purpose. The amounts that may be expended 26 annually for scholarships under the program shall not exceed the 27 following: Five Hundred Thousand Dollars (\$500,000.00) in fiscal year 2001; One Million Dollars (\$1,000,000.00) in fiscal year 28 2002; One Million Five Hundred Thousand Dollars (\$1,500,000.00) in 29 *SS02/R1217*

30 fiscal year 2003; and Two Million Dollars (\$2,000,000.00) in 31 fiscal year 2004 and in any later fiscal year.

32 (3) The scholarship shall be in an amount that will pay the 33 full cost of attendance, as defined by federal law and regulation, 34 at the University of Mississippi School of Medicine for the entire 35 time necessary for the recipient to complete the requirements for a medical degree. The actual amount of the scholarship shall be 36 determined by the Office of Financial Aid of the University of 37 Mississippi Medical Center but shall not exceed Twenty-five 38 Thousand Dollars (\$25,000.00) per year for any recipient. 39

40 Before being granted a scholarship, each applicant shall (4) enter into a contract with the board of trustees, which shall be 41 deemed a contract with the State of Mississippi, agreeing to the 42 43 terms and conditions upon which the scholarship will be granted. 44 In order to receive a scholarship under the program, the recipient must agree in the contract to practice family medicine for a 45 46 period of not less than ten (10) years after completion of his or 47 her residency in an area of the state that is a critical needs area for primary medical care at the time of the recipient's entry 48 49 into medical practice. The determination and designation of the 50 areas of the state that are critical needs areas for primary 51 medical care shall be made by a committee to be known as the Medical Care Critical Needs Committee, which shall be composed of 52 53 the following persons: the Vice Chancellor for Health Affairs of 54 the University of Mississippi Medical Center, who shall be chairman of the committee; the Executive Director of the State 55 56 Department of Health; the Executive Director of the Division of Medicaid; the President of the Mississippi State Medical 57 Association, or his designee; the President of the Mississippi 58 State Hospital Association, or his designee; the President of the 59 60 Mississippi Academy of Family Physicians; and the Executive 61 Director of the Mississippi Primary Health Care Association. The 62 committee shall meet at least once annually to determine and *SS02/R1217* S. B. No. 2916 01/SS02/R1217 PAGE 2

63 designate the areas of the state that are critical needs areas for 64 primary medical care in which scholarship recipients may practice 65 family medicine in order to fulfill their contractual obligation.

66 (5) If a scholarship recipient leaves the University of 67 Mississippi School of Medicine before graduation, or leaves his or 68 her residency before completion, or fails to practice family medicine for a period of ten (10) years in a critical needs area 69 70 for primary medical care as designated by the Medical Care Critical Needs Committee under subsection (4) of this section, the 71 full amount that the recipient received under the scholarship 72 73 shall be due and payable within ninety (90) days, together with 74 interest. The amount of interest due shall be equal to the annual 75 rate of return on the Health Care Trust Fund established under Section 43-13-405 for each year from the time the recipient 76 77 received the scholarship money until the time the scholarship money is repaid. The board of trustees may bring suit against any 78 79 scholarship recipient to recover the amount due to the state under 80 this section for the recipient's failure to comply with the conditions upon which the scholarship was granted, as provided in 81 82 this section and in the contract between the recipient and the board of trustees. The board of trustees is authorized to 83 84 postpone or forgive the repayment of all or part of the amount that a recipient received under the scholarship and the interest 85 that would otherwise be due under this subsection if the 86 87 recipient's failure to comply with the conditions upon which the scholarship was granted was due to circumstances beyond the 88 89 recipient's control that caused the recipient to be physically 90 unable to comply with those conditions, such as suffering a severe 91 illness, injury or other disabling condition.

92 (6) From and after July 1, 2001, the Board of Trustees of
93 State Institutions of Higher Learning is empowered and authorized
94 to use any funds available under the family medicine

95 scholarship/loan program established under this section for S. B. No. 2916 *SS02/R1217*

repaying the state or federal medical education loans made to 96 97 licensed primary care physicians who agree to practice family medicine for a period of not less than ten (10) years in an area 98 99 of the state that is a critical needs area for primary medical 100 care as designated by the committee created in subsection (4), to 101 be known as the Mississippi State Loan Repayment Program. The 102 Board of Trustees of State Institutions of Higher Learning shall 103 be fully authorized to use such funds to apply for and receive federal matching funds on a 50/50 basis to make funding available 104 for the repayment of such medical education loans. In order to 105 106 receive a state loan repayment under this section, each applicant 107 shall enter into a contract with the board of trustees, which 108 shall be deemed a contract with the State of Mississippi, agreeing 109 to the terms and conditions upon which the loan repayment will be granted, which shall include all conditions specified under 110 111 subsection (4) for a recipient of a scholarship loan. The board of trustees shall give priority placement consideration for the 112 113 Mississippi State Loan Repayment Program to current or former residents of the State of Mississippi, or to practitioners whose 114 115 immediate family members are residents of the State of Mississippi, and any physician participating in a family medicine 116 117 residency is fully eligible for the program. The board of trustees shall establish such rules and 118 (7) regulations as it deems necessary and proper to carry out the 119 120 purposes and intent of this section. SECTION 2. This act shall take effect and be in force from 121

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and after July 1, 2001.