Session of 2017

HOUSE BILL No. 2124

By Committee on Health and Human Services

1-23

AN ACT concerning medical student and resident loan assistance; relating
 to medical student loan agreements; practice commitment agreements;
 providing for agreements for the practice of psychiatry; amending
 K.S.A. 76-387 and K.S.A. 2016 Supp. 76-381, 76-383 and 76-384 and
 repealing the existing sections.

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Be it enacted by the Legislature of the State of Kansas:

8 Section 1. K.S.A. 2016 Supp. 76-381 is hereby amended to read as 9 follows: 76-381. As used in K.S.A. 76-380 through 76-386, and 10 amendments thereto:

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(a) "Act" means the medical student loan act;

(b) "approved postgraduate residency training program" means a
 residency training program in general pediatrics, general internal
 medicine, family medicine, family practice, emergency medicine, *general psychiatry, child psychiatry* or fellowship training in geriatric medicine;

(c) "service commitment area" means: (1) Any community within any 16 county in Kansas other than Douglas, Johnson, Sedgwick, Shawnee or 17 18 Wyandotte county; (2) any state medical care facility or institution; (3) any 19 medical center operated by the veterans administration of the United 20 States; (4) the full-time faculty of the university of Kansas school of 21 medicine in family medicine-or, family practice, general psychiatry or 22 child psychiatry; or (5) any community within Wyandotte county for 23 purposes of any practice obligation under an agreement entered into by a 24 person who is enrolled for the first time after July 1, 2004, in a course of 25 study leading to the medical degree; and

26 (d) "state medical care facility or institution" includes, but is not 27 limited to, the Kansas state school for the visually handicapped, the 28 Kansas state school for the deaf, any institution under the secretary for 29 aging and disability services, as defined by subsection (b) of K.S.A. 76-30 12a01, and amendments thereto, any institution under the commissioner of 31 juvenile justice as defined by K.S.A. 2016 Supp. 38-2302, and 32 amendments thereto, the Kansas soldiers' home, the Kansas veterans' home 33 and any correctional institution under the secretary of corrections, as 34 defined by-subsection (d) of K.S.A. 75-5202, and amendments thereto, but 35 shall not include any state educational institution under the state board of 36 regents, as defined by subsection (a) of K.S.A. 76-711, and amendments

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1 thereto, except as specifically provided by statute.

Sec. 2. K.S.A. 2016 Supp. 76-383 is hereby amended to read as follows: 76-383. A medical student loan agreement entered into by the university of Kansas school of medicine and an undergraduate student enrolled in or admitted to the university of Kansas school of medicine in a course of instruction leading to the degree of doctor of medicine for the purpose of receiving a medical student loan under this act shall require that the person receiving the loan:

9 (a) Complete the required course of instruction and receive the degree 10 of doctor of medicine and apply for, enter and complete an approved 11 postgraduate residency training program;

(b) apply for and obtain a license to practice medicine and surgery inKansas;

(c) engage in the full-time practice of medicine and surgery for a
period of 12 months within a service commitment area, except as
otherwise provided in-subsection (e) of K.S.A. 76-384(c), and amendments
thereto, for service as a full-time faculty member of the university of
Kansas school of medicine in family medicine-or, family practice, general *psychiatry or child psychiatry*;

(d) commence such full-time practice of medicine and surgery within
nine months after completion of an approved postgraduate residency
training program and licensure in a service commitment area and continue
such full-time practice in such service commitment area for a consecutive
period of months equal to the total number of months required under the
agreement;

(e) agree that the service commitment for each agreement entered into
under this act is in addition to the service commitment contained in any
other agreement which has been or may be entered into under this act for
the purpose of obtaining a medical student loan or under other agreements
for the purpose of obtaining scholarship aid;

(f) maintain records and make reports to the university of Kansas school of medicine to document the satisfaction of the obligation under such agreement to engage in the full-time practice of medicine and surgery within a service commitment area and to continue such full-time practice in such service commitment area for a consecutive period of months equal to the total number of months required under the agreement; and

(g) upon failure to satisfy an agreement to engage in the full-time
practice of medicine and surgery within a service commitment area for the
required period of time under any such agreement, the person receiving a
medical student loan under this act shall repay amounts to the university of
Kansas school of medicine as provided in K.S.A. 76-385, and amendments
thereto.

43 Sec. 3. K.S.A. 2016 Supp. 76-384 is hereby amended to read as

follows: 76-384. (a) Upon the selection of a service commitment area for
 the purposes of satisfying a service obligation under a medical student loan
 agreement entered into under this act, the person so selecting shall inform
 the university of Kansas school of medicine of the service commitment
 area selected.

6 (b) A person serving in a service commitment area pursuant to any 7 agreement under this act may serve all or part of any commitment in the 8 service commitment area initially selected by such person. If such person 9 moves from one service commitment area to another service commitment 10 area, such person shall notify the university of Kansas school of medicine of such person's change of service commitment area. Service in any such 11 12 service commitment area shall be deemed to be continuous for the purpose 13 of satisfying any agreement entered into under this act.

14 (c) A person receiving a medical student loan under this act, may 15 satisfy the obligation to engage in the full-time practice of medicine and surgery in a service commitment area if the person serves as a full-time 16 17 faculty member of the university of Kansas school of medicine in general 18 internal medicine, general pediatrics, family medicine-or, family practice, 19 general psychiatry or child psychiatry and serves two years for each one 20 year of such obligation, or the equivalent thereof on a two-for-one basis, 21 except that, at the time any person commences satisfying such service 22 obligation as a full-time faculty member pursuant to this subsection, the 23 number of persons satisfying service commitments or service obligations, 24 pursuant to agreements under the medical student loan act, as full-time 25 faculty members pursuant to this subsection shall not exceed the number 26 equal to 25% of the total number of full-time faculty members of the 27 university of Kansas school of medicine in general internal medicine, 28 general pediatrics, family medicine-or, family practice, general psychiatry 29 or child psychiatry.

30 (d) A person may satisfy the obligation to engage in the full-time 31 practice of medicine and surgery in a service commitment area by 32 performing at least 100 hours per month of on-site primary care or mental 33 health care at a medical facility or community mental health center 34 operated by a local health department or mental health department or 35 nonprofit organization in this state serving medically indigent persons. As 36 used in this subsection, "medically indigent" means a person: (1) Who is 37 unable to secure health care because of inability to pay for all or a part of 38 the costs thereof due to inadequate personal resources, being uninsured, 39 being underinsured, being ineligible for governmental health benefits; or 40 (2) who is eligible for governmental benefits but is unable to obtain 41 medical services; and "primary care" means general pediatrics, general internal medicine, family medicine and family practice. 42

43 Sec. 4. K.S.A. 76-387 is hereby amended to read as follows: 76-387.

(a) There is hereby established the Kansas medical residency bridging 1 2 program at the university of Kansas school of medicine which shall be 3 developed and implemented in order to provide encouragement, opportunities and incentives for persons in primary care or mental health 4 5 care residency training programs in general pediatrics, general internal 6 medicine, family medicine-or, family practice, which general psychiatry 7 or child psychiatry that are operated by or affiliated with the university of 8 Kansas school of medicine or other such primary care or mental health 9 care residency training program-which that is operated in Kansas and approved by the state board of healing arts and a person under subsection 10 (i) to locate their medical practice in rural Kansas communities upon 11 completion of such residency training. The Kansas medical residency 12 bridging program shall be administered by the institute for rural health 13 14 care of the university of Kansas school of medicine.

15 (b) Subject to the provisions of appropriation acts, the university of 16 Kansas school of medicine may enter into residency bridging loan 17 agreements, in accordance with the provisions of this section.: (A) With 18 any person who has completed the first year of a primary care or mental 19 health care residency training program in general pediatrics, general internal medicine, family medicine-or, family practice, which general 20 21 psychiatry or child psychiatry that is operated by or affiliated with the 22 university of Kansas school of medicine or other such primary care or 23 *mental health care* residency training program-which that is operated in 24 Kansas and approved by the state board of healing arts; and (B) with a 25 person under subsection (i).

26 (c) Subject to the provisions of appropriation acts, each person 27 entering into a residency bridging loan agreement under this section shall 28 receive a payment of \$5,000 each year of primary care or mental health 29 care residency training, or any part of a year of such training, after the date that the residency bridging loan agreement is entered into by the resident 30 31 and the university of Kansas school of medicine and, upon completion of 32 the primary care or mental health care residency training program, a 33 payment of \$6,000.

34 (d) Each residency bridging loan agreement shall require that the 35 person receiving the loan:

36 (1) Complete the primary care *or mental health care* residency37 training program;

(2) engage in the full-time practice of medicine and surgery in any
county in Kansas other than Douglas, Johnson, Sedgwick, Shawnee or
Wyandotte for three years under a practice commitment agreement;

41 (3) commence such full-time practice of medicine and surgery within
42 90 days after completing the primary care *or mental health care* residency
43 training program; and

1 upon failure to satisfy the obligation to engage in the full-time (4) 2 practice of medicine and surgery in accordance with the provisions of the residency bridging loan agreement and this section, the person receiving 3 4 the loan under this section shall repay to the university of Kansas school of 5 medicine, within 90 days of such failure, the amount equal to the amount 6 of money received by such person from the university of Kansas school of 7 medicine, less credits earned, under such agreement plus interest at the 8 annual rate of 15% from the date such money was received.

9 (e) An obligation to engage in the practice of medicine and surgery in 10 accordance with the provisions of a residency bridging loan agreement and 11 this section shall be postponed during: (1) Any period of temporary 12 medical disability during which the person obligated is unable to practice 13 medicine and surgery because of such medical disability₅; or (2) any other 14 period of postponement agreed to or determined in accordance with 15 criteria agreed to in the practice commitment agreement.

(f) An obligation to engage in the practice of medicine and surgery in accordance with the provisions of a residency bridging loan agreement and this section shall be satisfied: (1) If the obligation to engage in the practice of medicine and surgery in accordance with such agreement has been completed;; (2) if the person obligated dies;; or (3) if, because of permanent physical disability, the person obligated is unable to practice medicine and surgery.

(g) The university of Kansas school of medicine may adopt additional provisions, requirements or conditions for participation in the Kansas medical residency bridging program as are practicable and appropriate to accomplish the purposes of the program or as may be required for the implementation or administration of the program and, in any case, as are not inconsistent with the provisions of this section or the provisions of appropriation acts.

(h) As used in this section, "practice commitment agreement" means
an agreement to commence the full-time practice of medicine and surgery
in a city located in any county in Kansas other than Douglas, Johnson,
Sedgwick, Shawnee or Wyandotte county, which that:

34 (1) Was entered into: (A) By a person in a primary care or mental 35 health care residency training program in general pediatrics, general 36 internal medicine, family medicine-or, family practice, general psychiatry 37 or child psychiatry, that is operated by or affiliated with the university of 38 Kansas school of medicine or other such primary care or mental health 39 care residency training program-which that is operated in Kansas and 40 approved by the state board of healing arts; or (B) by a person under 41 subsection (i) with the city where such practice is to commence or another 42 contracting entity other than the university of Kansas school of medicine 43 that is representative of the interests of such city;; and

(2) provides benefits to such person that have an aggregate monetary
 value equal to or greater than the aggregate amount of payments to such
 person from the university of Kansas school of medicine under a residency
 bridging loan agreement under this section.

5 (i) A person who graduated from the university of Kansas school of 6 medicine prior to July 1, 1992, who has completed the first year of a 7 primary care residency training program in family practice which is 8 operated outside the state of Kansas and who has entered into a practice 9 commitment agreement with the north central Kansas health care 10 foundation is eligible to enter into a residency bridging loan agreement 11 under this section.

Sec. 5. K.S.A. 76-387 and K.S.A. 2016 Supp. 76-381, 76-383 and 76384 are hereby repealed.

14 Sec. 6. This act shall take effect and be in force from and after its 15 publication in the statute book.