October 24, 2013, Introduced by Senators MARLEAU, ANANICH, MOOLENAAR, PAPPAGEORGE, KAHN, BRANDENBURG, HILDENBRAND, HANSEN, GREEN, BIEDA, BOOHER, PROOS and COLBECK and referred to the Committee on Appropriations.

A bill to amend 1978 PA 368, entitled "Public health code,"

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SENATE BILL No. 649

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by amending sections 2707 and 2723 (MCL 333.2707 and 333.2723), as added by 1990 PA 16.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 2707. (1) The department shall administer a grant program 2 for minority students enrolled in medical schools, DENTAL SCHOOLS, 3 nursing programs, or physician's assistant programs. Only minority students who meet the financial resources eligibility standards for 5 federal student loan programs under title IV of the higher education act of 1965, Public Law 89-329, are eliqible to receive a 6 7 grant under this section.

(2) The department may award a grant to a minority student enrolled in a medical school who is training to become a designated physician, TO A MINORITY STUDENT ENROLLED IN A DENTAL SCHOOL WHO IS

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- 1 TRAINING TO BECOME A DENTIST, or to a minority student enrolled in
- 2 a nursing program or physician's assistant program. As a condition
- 3 for the award of the grant, the recipient of the grant shall enter
- 4 into a written contract with the department that requires the
- 5 recipient to provide, upon completion of training, full-time health
- 6 care services in a health resource shortage area to which he or she
- 7 is assigned by the department for a period equal to the number of
- 8 years for which a grant is accepted. or 2 years, whichever is
- 9 greater. In awarding grants, the department shall give priority to
- 10 students who are residents of this state and enrolled in a medical
- 11 school, DENTAL SCHOOL, nursing program, or physician's assistant
- 12 program in this state.
- 13 (3) The department shall determine an appropriate grant amount
- 14 for each academic year for each health care profession.
- 15 (4) An individual who incurs a service obligation under
- 16 subsection (2) and who completes the training program for which the
- 17 grant was awarded but fails to fulfill the service obligation shall
- 18 repay to the department an amount equal to 2 times the amount of
- 19 all grants the individual accepted under this section plus
- 20 interest. The interest shall be at a rate determined by the state
- 21 treasurer to reflect the cumulative annual percentage change in the
- 22 Detroit consumer price index. An individual who incurs a service
- 23 obligation under subsection (2) and who fails to complete the
- 24 training program for which the grant was awarded shall repay to the
- 25 department an amount equal to the actual amount of all grants the
- 26 individual accepted under this section. Repayment to the department
- 27 under this subsection shall be made within 3 years after the

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- 1 repayment obligation is incurred. Amounts repaid under this
- 2 subsection shall be deposited with the state treasurer and credited
- 3 to the minority health profession grant fund created in section
- **4** 2721.
- 5 (5) An obligated individual shall be considered to have
- 6 fulfilled the service obligation incurred under subsection (2) if
- 7 any of the following occur:
- 8 (a) Service has been rendered for the obligated period.
- 9 (b) The obligated individual dies.
- 10 (c) The obligated individual is unable, by reason of permanent
- 11 disability, to render the service.
- 12 (d) The obligated individual fails to satisfy the academic
- 13 requirements for completion of the training program in which he or
- 14 she is enrolled after having made a good faith effort.
- 15 (e) The obligated individual fails to satisfy the requirements
- 16 for licensure, certification, or other form of authorization to
- 17 practice the profession for which he or she has been trained.
- 18 (f) Other circumstances occur that are considered by the
- 19 department to constitute a compelling reason to consider the
- 20 service obligation fulfilled.
- 21 (6) The department may accept funds for the operation of the
- 22 grant program from any source and distribute those funds in a
- 23 manner consistent with this section.
- 24 (7) As used in this section, "Detroit consumer price index"
- 25 means the most comprehensive index of consumer prices available for
- 26 the Detroit area from the bureau of labor statistics of the United
- 27 States department of labor.

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- 1 Sec. 2723. (1) The department may promulgate rules necessary
- 2 for the implementation of the department's functions under this
- 3 part.
- 4 (2) The department shall report biennially to the legislature,
- 5 the governor, the state health planning council, and the public
- 6 health advisory council on the status of the Michigan essential
- 7 health provider recruitment strategy for the preceding 2 years. In
- 8 addition to the status report, the report shall include, but not be
- 9 limited to, all of the following:
- (a) Review of state and federal legislation, rules,
- 11 guidelines, and policy directives affecting the health personnel of
- 12 health resource shortage areas.
- 13 (b) Recommendations concerning physician specialty areas or
- 14 other health professions for inclusion in the Michigan essential
- 15 health provider recruitment strategy based upon a determination of
- 16 the need for various types of health care providers in this state.
- 17 (C) AN ASSESSMENT OF WHETHER THE \$200,000.00 AMOUNT OF DEBT OR
- 18 EXPENSE REPAYMENT AN INDIVIDUAL MAY RECEIVE UNDER SECTION 2705(3)
- 19 IS SUFFICIENT TO FACILITATE THE PLACEMENT AND RETENTION OF
- 20 DESIGNATED PROFESSIONALS IN HEALTH RESOURCE SHORTAGES, OR WHETHER
- 21 THAT MAXIMUM AMOUNT SHOULD BE ADJUSTED TO REFLECT CHANGES IN
- 22 TUITION COSTS FOR STUDENTS ENROLLED IN MEDICAL SCHOOLS, DENTAL
- 23 SCHOOLS, NURSING PROGRAMS, OR PHYSICIAN'S ASSISTANT PROGRAMS.
- 24 Enacting section 1. This amendatory act does not take effect
- 25 unless Senate Bill No. 648 of the 97th
- 26 Legislature is enacted into law.