94TH GENERAL ASSEMBLY

State of Illinois

2005 and 2006

HB1522

Introduced 02/10/05, by Rep. Elizabeth Coulson

SYNOPSIS AS INTRODUCED:

New Act

Creates the Loan Repayment Assistance for Physicians Act. Requires the Department of Public Health to establish an educational loan repayment assistance program for physicians who practice in Illinois. Provides that beginning July 1, 2005, the Department shall consider applications for assistance under the program. Sets forth eligibility requirements for applicants. Provides that for each year that a qualified applicant practices full-time as a physician, the Department shall, subject to appropriation, award a grant to that person in an amount equal to the amount in educational loans that the person must repay that year. Provides that the total amount in grants that a person may be awarded shall not exceed \$25,000. Provides that loan payment recipients who fail to practice full-time in Illinois for 3 years shall repay the Department a sum equal to 3 times the amount received under the program. Effective July 1, 2005.

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FISCAL NOTE ACT MAY APPLY HB1522

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1 AN ACT concerning loan repayment assistance for 2 physicians.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

Section 1. Short title. This Act may be cited as the Loan
Repayment Assistance for Physicians Act.

7 Section 5. Purpose. The purpose of this Act is to 8 establish a program in the Department of Public Health to 9 increase the total number of physicians in this State by 10 providing educational loan repayment assistance grants to 11 physicians.

Section 10. Definitions. In this Act, unless the context otherwise requires:

"Department" means the Department of Public Health.

15 "Educational loans" means higher education student loans 16 that a person has incurred in attending a registered 17 professional physician education program.

18 "Physician" means a person licensed under the Medical 19 Practice Act of 1987 to practice medicine in all of its 20 branches.

21 "Program" means the educational loan repayment assistance 22 program for physicians established by the Department under this 23 Act.

Section 15. Establishment of program. The Department shall establish an educational loan repayment assistance program for physicians who practice in Illinois. The Department shall administer the program and make all necessary and proper rules not inconsistent with this Act for the program's effective implementation. The Department may use up to 5% of the appropriation for this program for administration and HB1522

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1 promotion of physician incentive programs.

Section 20. Application. Beginning July 1, 2005, 2 the 3 shall, each year, consider applications Department for 4 assistance under the program. The form of application and the information required to be set forth in the application shall 5 be determined by the Department, and the Department shall 6 7 require applicants to submit with their applications such 8 supporting documents as the Department deems necessary.

- 9 Section 25. Eligibility. To be eligible for assistance 10 under the program, an applicant must meet all of the following 11 gualifications:
- 12 (1) He or she must be a citizen or permanent resident13 of the United States.
 - (2) He or she must be a resident of Illinois.
- 15 (3) He or she must be practicing full-time in Illinois16 as a physician.
- 17 (4) He or she must currently be repaying educational18 loans.
- 19 (5) He or she must agree to continue full-time practice20 in Illinois for 3 years.

21 Section 30. The award of grants. Under the program, for each year that a qualified applicant practices full-time in 22 23 Illinois as a physician, the Department shall, subject to 24 appropriation, award a grant to that person in an amount equal 25 to the amount in educational loans that the person must repay 26 that year. However, the total amount in grants that a person 27 may be awarded under the program shall not exceed \$25,000. The Department shall require recipients to use the grants to pay 28 off their educational loans. 29

30 Section 35. Penalty for failure to fulfill obligation. Loan 31 repayment recipients who fail to practice full-time in Illinois 32 for 3 years shall repay the Department a sum equal to 3 times HB1522 - 3 - LRB094 09337 RAS 39578 b

1 the amount received under the program.

2 Section 99. Effective date. This Act takes effect July 1,
3 2005.