## STATE OF WYOMING

## SENATE FILE NO. SF0057

Professional health education-amendments.

Sponsored by: Joint Labor, Health and Social Services Interim Committee

## A BILL

## for

AN ACT relating to professional health services; amending 1 student repayment requirements as specified; directing 2 disposition of loan repayments into the Medical School 3 4 Student Fund and imposing fund reporting requirements; and 5 providing for an effective date. 6 7 Be It Enacted by the Legislature of the State of Wyoming: 8 Section 1. W.S. 21-17-109(d)(ii), (iii) and by 9 10 creating a new paragraph (iv) and (e) is amended to read: 11 12 21-17-109. Course in field of professional health services; authority to offer; contracts with students; 13 14 repayment of funds expended; deposit of repayments. 15

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1 (d) In addition to the requirements of subsection (c) 2 of this section, before expending any funds the board of 3 trustees shall obtain an agreement from each student 4 whereby the student agrees to:

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6 (ii) Actively engage in professional practice or 7 other professional pursuits in Wyoming for not to exceed three (3) years as the board requires. The taking of a 8 9 family practice residency program in the state shall not be 10 substituted in lieu of credited toward the practice 11 requirements at the rate of one-third (1/3) year of 12 practice for each year of service in a family practice 13 residency program in the state; or

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15 (iii) Repay all amounts expended by the state of Wyoming under paragraph (i) of this subsection on the 16 17 student's education, together with interest which shall begin accruing four (4) after the third year of the 18 19 student's residency but in no event later than eight (8) 20 years after the student enters into an agreement, upon such 21 terms as specified by the board. However, interest shall 22 begin to accrue if the board finds that the student has 23 withdrawn from medical school or a residency program or is toward 24 otherwise not making satisfactory progress

1 completion of the degree or program. Money expended under 2 this subsection shall accrue at an annual interest rate of 3 equal to that charged for federal Stafford loans at the 4 time interest begins to accrue, which rate shall be 5 adjusted annually to match the federal Stafford loan rate. 6 In no event shall the interest rate be greater than eight 7 percent (8%);-

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9 (iv) Upon recommendation of the president of the 10 university, the board of trustees may relieve a student of the obligation to repay amounts expended under paragraph 11 (i) of this subsection, in whole or in part, where 12 13 repayment would cause undue hardship. The university shall 14 annually report the number of students relieved from 15 repayment under this paragraph to the joint labor, health 16 and social services interim committee not later than 17 October 1.

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(e) Any amounts heretofore paid by medical students in accordance with the contractual arrangements authorized under this section <u>effective July 1, 2005, and thereafter</u>, shall be deposited into a special fund designated the Medical School Student Fund, maintained and separately accounted for by the University of Wyoming, which fund may

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1 be added to by specific contributions from other sources. 2 The fund may be invested, at the discretion of the 3 president of the University of Wyoming and the dean of the 4 College of Human Medicine Health Sciences, for the 5 production of income. The investment income may shall be expended by the University of Wyoming for assistance and 6 7 scholarships to medical students as authorized by the president of the University of Wyoming and the dean of the 8 9 College of Human Medicine Health Sciences. The principal of the fund established shall remain unimpaired and only 10 11 the income derived therefrom may be collected and expended 12 from year to year. On or before October 1 of each year, 13 the university shall submit a report to the joint labor, 14 health and social services interim committee on income to 15 the fund and expenditures from fund earnings during the 16 prior fiscal year. 17 18 Section 2.

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W.S. 20 amendments to 21-17-109(d)(ii) (a) The in 21 section 1 of this act do not apply to students who began a 22 family practice residency in this state before July 1, 23 2004.

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(b) The amendments to W.S. 21-17-109(d)(iii) in 1 2 section 1 of this act: 3 4 (i) Shall be construed to reduce interest 5 accrued prior to July 1, 2004. The reduction shall be computed by recalculating accrued interest as if the 6 7 amendments to W.S. 21-17-109(d)(iii) provided in this act were in effect during the period that interest was 8 9 accruing; 10 (ii) Shall otherwise apply beginning July 1, 11 12 2004, to students who have executed an agreement under W.S. 13 21-17-109. 14 Section 3. This act is effective July 1, 2004. 15 16 17 (END)