

1 AN ACT concerning education.

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

4 Section 5. The Department of Public Health Powers and  
5 Duties Law of the Civil Administrative Code of Illinois is  
6 amended by changing Section 2310-220 as follows:

7 (20 ILCS 2310/2310-220) (was 20 ILCS 2310/55.73)

8 Sec. 2310-220. Findings; rural obstetrical care. The  
9 General Assembly finds that substantial areas of rural Illinois  
10 lack adequate access to obstetrical care. The primary cause of  
11 this problem is the absence of qualified practitioners who are  
12 willing to offer obstetrical services. A significant barrier to  
13 recruiting and retaining those practitioners is the high cost  
14 of professional liability insurance for practitioners offering  
15 obstetrical care.

16 Therefore, the Department, from funds appropriated for  
17 that purpose, shall award grants to physicians practicing  
18 obstetrics in rural designated shortage areas, as defined in  
19 Section 3.04 of the Underserved Physician Workforce ~~Family~~  
20 ~~Practice Residency~~ Act, for the purpose of reimbursing those  
21 physicians for the costs of obtaining malpractice insurance  
22 relating to obstetrical services. The Department shall  
23 establish reasonable conditions, standards, and duties

1 relating to the application for and receipt of the grants.

2 (Source: P.A. 91-239, eff. 1-1-00.)

3 Section 10. The Family Practice Residency Act is amended by  
4 changing the title of the Act and Sections 1, 2, 3.03, 3.06,  
5 3.07, 3.09, 4.01, 4.02, 4.07, 4.10, 4.11, 5, 6, and 9 and by  
6 adding Section 3.10 as follows:

7 (110 ILCS 935/Act title)

8 An Act to provide grants for primary care and other family  
9 practice residency programs, ~~and~~ medical student scholarships,  
10 and loan repayment assistance through the Illinois Department  
11 of Public Health.

12 (110 ILCS 935/1) (from Ch. 144, par. 1451)

13 Sec. 1. This Act shall be known and may be cited as the  
14 Underserved Physician Workforce Act ~~"Family Practice Residency~~  
15 ~~Act"~~.

16 (Source: P.A. 80-478.)

17 (110 ILCS 935/2) (from Ch. 144, par. 1452)

18 Sec. 2. The purpose of this Act is to establish programs in  
19 the Illinois Department of Public Health to upgrade ~~primary~~  
20 health care services for all citizens of the State, to increase  
21 access, and to reduce health care disparities by providing  
22 grants to ~~family practice and preventive medicine~~ residency

1 programs, scholarships to medical students, and a loan  
2 repayment program for ~~physicians and other~~ eligible health  
3 ~~primary~~ care providers who will agree to practice in areas of  
4 the State demonstrating the greatest need for more professional  
5 medical care. The programs shall encourage ~~family practice~~  
6 ~~physicians and other~~ eligible health care ~~primary care~~  
7 providers to locate in areas where health manpower shortages  
8 exist and to increase the total number of ~~family practice~~  
9 ~~physicians and other~~ eligible health care ~~primary care~~  
10 providers in the State.

11 (Source: P.A. 98-674, eff. 6-30-14.)

12 (110 ILCS 935/3.03) (from Ch. 144, par. 1453.03)

13 Sec. 3.03. "Committee" means the Advisory Committee for  
14 ~~Family Practice~~ Residency Programs created by this Act.

15 (Source: P.A. 80-478.)

16 (110 ILCS 935/3.06) (from Ch. 144, par. 1453.06)

17 Sec. 3.06. "Residency ~~Family practice residency~~ program"  
18 means a program accredited by the Accreditation Council for  
19 Graduate Medical Education<sup>7</sup> or the Committee on Postdoctoral  
20 Training of the American Osteopathic Association.

21 (Source: P.A. 84-1341.)

22 (110 ILCS 935/3.07) (from Ch. 144, par. 1453.07)

23 Sec. 3.07. "Eligible medical student" means a person who

1 meets all of the following qualifications:

2 (a) he or she is an Illinois resident at the time of  
3 application for a scholarship under the program  
4 established by this Act;

5 (b) he or she is studying medicine in a medical school  
6 located in Illinois;

7 (c) he or she exhibits financial need as determined by  
8 the Department; and

9 (d) he or she agrees to practice full-time in a  
10 Designated Shortage Area as a primary care physician,  
11 general surgeon, emergency medicine physician, or  
12 obstetrician one year for each year he or she is a  
13 scholarship recipient.

14 (Source: P.A. 84-1341.)

15 (110 ILCS 935/3.09)

16 Sec. 3.09. Eligible health care provider ~~primary care~~  
17 ~~providers~~. "Eligible health care provider ~~primary care~~  
18 ~~providers~~" means a primary care physician, general surgeon,  
19 emergency medicine physician, or obstetrician ~~health care~~  
20 ~~providers within specialties determined to be eligible by the~~  
21 ~~U.S. Health Resources and Services Administration for the~~  
22 ~~National Health Service Corps Loan Repayment Program.~~

23 (Source: P.A. 98-674, eff. 6-30-14.)

24 (110 ILCS 935/3.10 new)

1       Sec. 3.10. Primary care physician. "Primary care  
2 physician" means a general internist, family physician, or  
3 general pediatrician.

4           (110 ILCS 935/4.01) (from Ch. 144, par. 1454.01)

5       Sec. 4.01. To allocate funds to ~~family practice~~ residency  
6 programs according to the following priorities:

7           (a) to increase the number of eligible health care  
8 providers ~~family practice physicians~~ in Designated  
9 Shortage Areas;

10          (b) (blank); ~~to increase the percentage of~~  
11 ~~obstetricians establishing practice within the State upon~~  
12 ~~completion of residency;~~

13          (c) to increase the number of accredited, eligible  
14 health care provider ~~family practice~~ residencies within  
15 the State;

16          (d) to increase the percentage of eligible health care  
17 providers ~~family practice physicians~~ establishing practice  
18 within the State upon completion of residency; and

19          (e) to provide funds for rental of office space,  
20 purchase of equipment, and other uses necessary to enable  
21 eligible health care providers ~~family practitioners~~ to  
22 locate their practices in communities located in  
23 designated shortage areas.

24       (Source: P.A. 86-1384.)

1 (110 ILCS 935/4.02) (from Ch. 144, par. 1454.02)

2 Sec. 4.02. To determine the procedures for the distribution  
3 of the funds to ~~family practice~~ residency programs, including  
4 the establishment of eligibility criteria in accordance with  
5 the following guidelines:

6 (a) preference for programs which are to be established  
7 at locations which exhibit potential for extending  
8 eligible health care provider ~~family practice physician~~  
9 availability to Designated Shortage Areas;

10 (b) preference for programs which are located away from  
11 communities in which medical schools are located; and

12 (c) preference for programs located in hospitals  
13 having affiliation agreements with medical schools located  
14 within the State.

15 In distributing such funds, the Department may also  
16 consider as secondary criteria whether a ~~family practice~~  
17 residency program has:

18 (1) Adequate courses of instruction in the behavioral  
19 sciences;

20 (2) Availability and systematic utilization of  
21 opportunities for residents to gain experience through  
22 local health departments or other preventive or  
23 occupational medical facilities;

24 (3) A continuing program of community-oriented  
25 research in such areas as risk factors in community  
26 populations, immunization levels, environmental hazards,

1 or occupational hazards;

2 (4) Sufficient mechanisms for maintenance of quality  
3 training, such as peer review, systematic progress  
4 reviews, referral system, and maintenance of adequate  
5 records; and

6 (5) An appropriate course of instruction in societal,  
7 institutional, and economic conditions affecting a rural  
8 health care ~~family~~ practice.

9 (Source: P.A. 81-321.)

10 (110 ILCS 935/4.07) (from Ch. 144, par. 1454.07)

11 Sec. 4.07. To coordinate the ~~family~~ residency grants  
12 program established under this Act with the program  
13 administered by the Illinois Board of Higher Education under  
14 the "Health Services Education Grants Act".

15 (Source: P.A. 80-478.)

16 (110 ILCS 935/4.10) (from Ch. 144, par. 1454.10)

17 Sec. 4.10. To establish programs, and the criteria for such  
18 programs, for the repayment of the educational loans of ~~primary~~  
19 ~~care physicians and other~~ eligible health ~~primary~~ care  
20 providers who agree to serve in Designated Shortage Areas for a  
21 specified period of time, no less than 2 years. Payments under  
22 this program may be made for the principal, interest, and  
23 related expenses of government and commercial loans received by  
24 the individual for tuition expenses, and all other reasonable

1 educational expenses incurred by the individual. Payments made  
2 under this provision shall be exempt from Illinois State Income  
3 Tax. The Department may use tobacco settlement recovery funding  
4 or other available funding to implement this Section.

5 (Source: P.A. 98-674, eff. 6-30-14.)

6 (110 ILCS 935/4.11) (from Ch. 144, par. 1454.11)

7 Sec. 4.11. To require ~~family practice~~ residency programs  
8 seeking grants under this Act to make application according to  
9 procedures consistent with the priorities and guidelines  
10 established in Sections 4.01 and 4.02 of this Act.

11 (Source: P.A. 80-478.)

12 (110 ILCS 935/5) (from Ch. 144, par. 1455)

13 Sec. 5. The Advisory Committee for ~~Family Practice~~  
14 Residency Programs is created and shall consult with the  
15 Director in the administration of this Act. The Committee shall  
16 consist of 9 members appointed by the Director, 4 of whom shall  
17 be eligible health care providers ~~family practice physicians~~,  
18 one of whom shall be the dean or associate or deputy dean of a  
19 medical school in this State, and 4 of whom shall be  
20 representatives of the general public. Terms of membership  
21 shall be 4 years. Initial appointments by the Director shall be  
22 staggered, with 4 appointments terminating January 31, 1979 and  
23 4 terminating January 31, 1981. Each member shall continue to  
24 serve after the expiration of his term until his successor has



1 been appointed. No person shall serve more than 2 terms.  
2 Vacancies shall be filled by appointment for the unexpired term  
3 of any member in the same manner as the vacant position had  
4 been filled. The Committee shall select from its members a  
5 chairman from among the eligible health care provider ~~family~~  
6 ~~practice physician~~ members, and such other officers as may be  
7 required. The Committee shall meet as frequently as the  
8 Director deems necessary, but not less than once each year. The  
9 Committee members shall receive no compensation but shall be  
10 reimbursed for actual expenses incurred in carrying out their  
11 duties.

12 (Source: P.A. 92-635, eff. 7-11-02.)

13 (110 ILCS 935/6) (from Ch. 144, par. 1456)

14 Sec. 6. Residency ~~Family practice residency~~ programs  
15 seeking funds under this Act shall make application to the  
16 Department. The application shall include evidence of local  
17 support for the program, either in the form of funds, services,  
18 or other resources. The ratio of State support to local support  
19 shall be determined by the Department in a manner that is  
20 consistent with the purpose of this Act as stated in Section 2  
21 of this Act. In establishing such ratio of State to local  
22 support, the Department may vary the amount of the required  
23 local support depending upon the criticality of the need for  
24 more professional health care services and the geographic  
25 location and the economic base of the Designated Shortage Area.

1 (Source: P.A. 80-478.)

2 (110 ILCS 935/9) (from Ch. 144, par. 1459)

3 Sec. 9. The Department shall annually report to the General  
4 Assembly and the Governor the results and progress of the  
5 programs established by this Act on or before March 15th.

6 The annual report to the General Assembly and the Governor  
7 shall include the impact of programs established under this Act  
8 on the ability of designated shortage areas to attract and  
9 retain eligible ~~physicians and other~~ health care providers  
10 ~~personnel~~. The report shall include recommendations to improve  
11 that ability.

12 The requirement for reporting to the General Assembly shall  
13 be satisfied by filing copies of the report as required by  
14 Section 3.1 of the General Assembly Organization Act, and  
15 filing such additional copies with the State Government Report  
16 Distribution Center for the General Assembly as is required  
17 under paragraph (t) of Section 7 of the State Library Act.

18 (Source: P.A. 100-1148, eff. 12-10-18.)

19 (110 ILCS 935/7 rep.)

20 Section 15. The Family Practice Residency Act is amended by  
21 repealing Section 7.

22 Section 20. The Nurses in Advancement Law is amended by  
23 changing Section 1-20 as follows:

1 (110 ILCS 970/1-20) (from Ch. 144, par. 2781-20)

2 Sec. 1-20. Scholarship requirements. It shall be lawful for  
3 any organization to condition any loan or grant upon the  
4 recipient's executing an agreement to commit not more than 5  
5 years of his or her professional career to the goals  
6 specifically outlined within the agreement including a  
7 requirement that recipient practice nursing or medicine in  
8 specifically designated practice and geographic areas.

9 Any agreement executed by an organization and any recipient  
10 of loan or grant assistance shall contain a provision for  
11 liquidated damages to be paid for any breach of any provision  
12 of the agreement, or any commitment contained therein, together  
13 with attorney's fees and costs for the enforcement thereof. Any  
14 such covenant shall be valid and enforceable in the courts of  
15 this State as liquidated damages and shall not be considered a  
16 penalty, provided that the provision for liquidated damages  
17 does not exceed \$2,500 for each year remaining for the  
18 performance of the agreement.

19 This Section shall not be construed as pertaining to or  
20 limiting any liquidated damages resulting from scholarships  
21 awarded under the Underserved Physician Workforce ~~Family~~  
22 ~~Practice Residency~~ Act.

23 (Source: P.A. 92-651, eff. 7-11-02.)

24 Section 25. The Private Medical Scholarship Agreement Act

1 is amended by changing Section 3 as follows:

2 (110 ILCS 980/3) (from Ch. 144, par. 2703)

3 Sec. 3. Any such agreement executed by such an organization  
4 and any recipient of loan, grant assistance or recommendation  
5 may contain a provision for liquidated damages to be paid for  
6 any breach of any provision of the agreement, or any commitment  
7 contained therein, together with attorney's fees and costs for  
8 the enforcement thereof. Any such covenant shall be valid and  
9 enforceable in the courts of this State as liquidated damages  
10 and shall not be considered a penalty, provided that such  
11 provision for liquidated damages does not exceed \$2,500 for  
12 each year remaining for the performance of such agreement.

13 This Section shall not be construed as pertaining to or  
14 limiting any liquidated damages resulting from scholarships  
15 awarded under the Underserved Physician Workforce ~~"Family  
16 Practice Residency Act"~~, as amended.

17 (Source: P.A. 86-999.)

18 Section 30. The Illinois Public Aid Code is amended by  
19 changing Section 12-4.24a as follows:

20 (305 ILCS 5/12-4.24a) (from Ch. 23, par. 12-4.24a)

21 Sec. 12-4.24a. Report and recommendations concerning  
22 designated shortage area. The Illinois Department shall  
23 analyze payments made to providers of medical services under

1 Article V of this Code to determine whether any special  
2 compensatory standard should be applied to payments to such  
3 providers in designated shortage areas as defined in Section  
4 3.04 of the Underserved Physician Workforce ~~Family Practice~~  
5 ~~Residency Act, as now or hereafter amended.~~ The Illinois  
6 Department shall, not later than June 30, 1990, report to the  
7 Governor and the General Assembly concerning the results of its  
8 analysis, and may provide by rule for adjustments in its  
9 payment rates to medical service providers in such areas.

10 (Source: P.A. 92-111, eff. 1-1-02.)

11 Section 99. Effective date. This Act takes effect upon  
12 becoming law.