Stricken language would be deleted from and underlined language would be added to present law. Act 196 of the Regular Session

| 1 | State of Arkansas | As Engrossed: H2/10/25 | |
|----|---------------------------------|--|-------------------------------|
| 2 | 95th General Assembly | A Bill | |
| 3 | Regular Session, 2025 | | HOUSE BILL 1384 |
| 4 | | | |
| 5 | By: Representative L. Johnson | 1 | |
| 6 | By: Senator J. Dismang | | |
| 7 | | | |
| 8 | | For An Act To Be Entitled | |
| 9 | AN ACT T | O AMEND THE LAW CONCERNING THE G | RADUATE |
| 10 | ${\it MEDICAL}$ | EDUCATION RESIDENCY EXPANSION BO | ARD; TO |
| 11 | DECLARE | AN EMERGENCY; AND FOR OTHER PURP | OSES. |
| 12 | | | |
| 13 | | | |
| 14 | | Subtitle | |
| 15 | TO | AMEND THE LAW CONCERNING THE GRA | ADUATE |
| 16 | MEI | DICAL EDUCATION RESIDENCY EXPANSI | CON |
| 17 | BOA | ARD; AND TO DECLARE AN EMERGENCY. | |
| 18 | | | |
| 19 | BE IT ENACTED BY THE | GENERAL ASSEMBLY OF THE STATE O | F ARKANSAS: |
| 20 | | | |
| 21 | | kansas Code §§ 6-82-2002 through | 6-82-2005 are amended to |
| 22 | read as follows: | | |
| 23 | 6-82-2002. Pla | nning <u>Implementation</u> grants——De | finition. |
| 24 | (a) As used i | n this subchapter, a "planning g | rant" is a grant awarded |
| 25 | by the Graduate Medi | cal Education Residency Expansion | n Board to eligible |
| 26 | entities and individ | uals under this subchapter. | |
| 27 | | Graduate Medical Education Resid | dency Expansion Board |
| 28 | shall: | | |
| 29 | | ocate funds appropriated for pur | • |
| 30 | | rd a one-time planning <u>implement</u> | |
| 31 | section to an <u>in-sta</u> | te based entity in this state th | |
| 32 | (A | , , | a <u>new</u> graduate medical |
| 33 | education program; o | | |
| 34 | (B |) Is expanding an existing grad | uate medical education |
| 35 | program; | | |
| 36 | (3) Awa | rd planning implementation grant | s on a competitive basis |

| 1 | according to the criteria adopted by the board under its rules to include |
|----|--|
| 2 | without limitation consideration of the following: |
| 3 | (A) Development of a new or expanded program with a |
| 4 | specialty defined in the rules; |
| 5 | (B) Increasing positions for medical specialties having a |
| 6 | shortage within the state; and |
| 7 | (C) Increasing graduate medical education positions in |
| 8 | medically underserved areas in the state; and |
| 9 | (4) Determine the number of planning implementation grants |
| 10 | awarded and the amount of each planning implementation grant; and |
| 11 | (5) Determine the annual amount of grant award and the total |
| 12 | amount of grant award to be provided over the implementation period of the |
| 13 | new or expanding program. |
| 14 | (e)(1) An application for a planning grant under this section shall be |
| 15 | submitted by an entity to the board no later than July 15 of the year |
| 16 | preceding the year for which the planning grant will be used. |
| 17 | (2) The board shall award a planning grant to an eligible entity |
| 18 | under this section no later than August 15 of the year in which the eligible |
| 19 | entity's application was submitted. |
| 20 | (d) An entity that is awarded a planning grant under this section and |
| 21 | establishes additional first-year residency positions after the receipt of a |
| 22 | planning grant is eligible for additional funds for each position |
| 23 | established. |
| 24 | |
| 25 | 6-82-2003. Planning Implementation grants for program expansion or new |
| 26 | programs. |
| 27 | (a) The Graduate Medical Education Residency Expansion Board shall |
| 28 | award planning implementation grants to enable entities with existing |
| 29 | graduate medical education programs to: |
| 30 | (1) Increase the number of first-year residency or fellowship |
| 31 | positions in existing graduate medical education programs; and |
| 32 | (2) Provide for the establishment of new graduate medical |
| 33 | education programs with first-year residency positions. |
| 34 | (b) The board shall determine the number of planning grants awarded |
| 35 | under this section and the amount of each planning grant awarded under this |
| 36 | section. |

| 1 | (c) A planning An implementation grant under this section shall be | |
|----|---|--|
| 2 | used to support the direct resident start-up costs to the graduate medical | |
| 3 | education program, including without limitation stipends and benefits at the | |
| 4 | board's discretion. | |
| 5 | (d)(c) An entity applying for a planning an implementation grant under | |
| 6 | this section shall: | |
| 7 | (1) Include submit a plan for receiving accreditation for the | |
| 8 | increased number of residency positions or for the new graduate medical | |
| 9 | education program, as applicable, that shall include without limitation: | |
| 10 | (1) A timeline; | |
| 11 | (2) A budget; | |
| 12 | (3) A proposed program; | |
| 13 | (4) The number of existing slots within a proposed program | |
| 14 | expansion; | |
| 15 | (5) Letters of support from both the sponsoring institution and | |
| 16 | clinical site; | |
| 17 | (6) The number of current residency slots available; and | |
| 18 | (7) The number of new residency slots that will be established | |
| 19 | in a new program.; and | |
| 20 | (2) Be submitted to the board no later than October 1 preceding | |
| 21 | the academic year for which the planning grant is made. | |
| 22 | (e) (d) The board shall÷ | |
| 23 | (1) Award a planning grant award an implementation grant under | |
| 24 | this section no later than January 1 of the year in which the planning grant | |
| 25 | will be used in the fourth calendar quarter on an annual basis as funding is | |
| 26 | <u>available</u> ; and | |
| 27 | (2) Distribute a planning grant amount for a residency position | |
| 28 | under this section only upon receiving verification that the applicable | |
| 29 | residency position has been filled. | |
| 30 | $\frac{(f)(1)(e)}{(e)}$ A planning An implementation grant awarded under this | |
| 31 | section shall be in effect for no more than three (3) consecutive fiscal | |
| 32 | years the number of years of the program plus two (2) years for | |
| 33 | implementation and accreditation before enrolling a resident or fellow. | |
| 34 | (2) For each first-year residency position for which an entity | |
| 35 | with a graduate medical education program receives an initial planning grant | |
| 36 | under this section, the board shall award the entity with the graduate | |

36

| 1 | medical education program an equal planning grant amount for the following |
|----|---|
| 2 | fiscal year, not to exceed three (3) fiscal years. |
| 3 | (f) An entity awarded an implementation grant under this section shall |
| 4 | $\underline{\text{provide}}$ a progress report to the board before the distribution of grant $\underline{\text{funds}}$ |
| 5 | for the following year. |
| 6 | |
| 7 | 6-82-2004. Priority of planning implementation grants — Adjustment of |
| 8 | amounts. |
| 9 | (a) If the Graduate Medical Education Residency Expansion Board |
| 10 | determines that the number of first-year residency positions proposed by |
| 11 | eligible applicants under § 6-82-2003 exceeds the amount of funding |
| 12 | appropriated for the planning implementation grants under this subchapter, |
| 13 | the board: |
| 14 | (1) May give priority for up to fifty percent (50%) of the |
| 15 | funded first-year residency positions implementation grant awards to be in: |
| 16 | (A) Primary care; or |
| 17 | (B) A field in which this state has less than eighty |
| 18 | percent (80%) of the national average of physicians per one hundred thousand |
| 19 | (100,000) people, as determined by the board based on the Association of |
| 20 | American Medical Colleges State Physician Workforce Data Report there is a |
| 21 | shortage in the state as determined by the board; or |
| 22 | (C) A new program or a program expansion that: |
| 23 | (i) Has the earliest start date; or |
| 24 | (ii) Will expand the cap of an Arkansas hospital; |
| 25 | and |
| 26 | (2) Shall not reduce planning grant amounts awarded for each |
| 27 | resident position, but may proportionately reduce the number of positions |
| 28 | funded for each graduate medical education program. |
| 29 | (b) If the board determines that, based on the applications it has |
| 30 | received for planning grants under § 6-82-2003, the entire appropriation for |
| 31 | planning grants under this subchapter shall not be awarded for a particular |
| 32 | year, the board may transfer and use the funds appropriated to award planning |
| 33 | grants under § 6-82-2002. |
| 34 | |
| 35 | 6-82-2005. Planning grants for additional years of residency. |

(a) If the Graduate Medical Education Residency Expansion Board

| 1 | determines that funds appropriated under this subchapter are available after |
|----|--|
| 2 | all eligible planning grant applications under §§ 6-82-2002 and 6-82-2003 |
| 3 | have been funded, the board shall award planning grants from excess funds to |
| 4 | support medical residents who: |
| 5 | (1) Have completed at least three (3) years of residency; and |
| 6 | (2) Are enrolled in a residency program in a field in which this |
| 7 | state has less than eighty percent (80%) of the national average of |
| 8 | physicians per one hundred thousand (100,000) people, as determined by the |
| 9 | board. |
| 10 | (b) The board shall determine the following with respect to planning |
| 11 | grants under this section: |
| 12 | (1) The amount of a planning grant awarded under this section; |
| 13 | (2) The number of planning grants awarded under this section; |
| 14 | and |
| 15 | (3) The residency fields in which recipients of planning grants |
| 16 | under this section work. |
| 17 | (c) A planning grant under this section shall be used to support the |
| 18 | direct resident costs to the graduate medical education program, including |
| 19 | without limitation stipends and benefits. |
| 20 | (d) The board shall distribute a planning grant amount for a residency |
| 21 | position under this section only upon receiving verification that the |
| 22 | applicable residency position has been filled. |
| 23 | |
| 24 | SECTION 2. Arkansas Code Title 6, Chapter 82, Subchapter 20, is |
| 25 | amended to add an additional section to read as follows: |
| 26 | 6-82-2006. Definitions. |
| 27 | As used in this subchapter: |
| 28 | (1) "Accreditation Council for Graduate Medical Education" means |
| 29 | the private, not-for-profit organization that oversees the accreditation of |
| 30 | residency and fellowship programs for physicians in the United States; |
| 31 | (2) "Entity" means an: |
| 32 | (A) Arkansas hospital or medical facility that seeks to |
| 33 | provide medical residency opportunities; and |
| 34 | (B) Accreditation Council for Graduate Medical Education |
| 35 | sponsoring institution; |
| 36 | (3) "First-year residency position" means a position during the |

As Engrossed: H2/10/25 HB1384

| 1 | first year of residency occurring after medical school graduation; |
|----|--|
| 2 | (4) "Fiscal year" means the fiscal year of the state for the |
| 3 | conduct of its financial affairs commencing on July 1 and ending on June 30 of |
| 4 | the following year; |
| 5 | (5) "Graduate medical education program" means the period of |
| 6 | education in a particular specialty or residency or subspecialty or |
| 7 | fellowship following medical school; |
| 8 | (6) "Implementation grant" means a grant awarded by the Graduate |
| 9 | Medical Education Residency Expansion Board to eligible entities and |
| 10 | individuals under this subchapter; |
| 11 | (7)(A) "Implementation period" means the amount of time in years |
| 12 | to establish a new program or expanded slots for a program. |
| 13 | (B) "Implementation period" includes the number of years |
| 14 | required for a resident or fellow to complete the program plus up to two (2) |
| 15 | years of start-up costs before enrolling the first resident or fellow. |
| 16 | (8)(A) "Primary care" includes without limitation the following: |
| 17 | (i) Internal medicine; |
| 18 | (ii) Pediatrics; |
| 19 | (iii) Family medicine; |
| 20 | (iv) Obstetrics and gynecology; |
| 21 | (v) General Surgery; and |
| 22 | (vi) Psychiatry. |
| 23 | (B) "Primary care" also includes without limitation the |
| 24 | transitional year; |
| 25 | (9) "Resident" means an individual enrolled in an Accreditation |
| 26 | Council for Graduate Medical Education-accredited residency program; |
| 27 | (10)(A) "Residency program" means a structured educational |
| 28 | activity comprising a series of clinical or other learning experiences in |
| 29 | graduate medical education designed to prepare a physician to enter the |
| 30 | unsupervised practice of medicine in a primary specialty. |
| 31 | (B) "Residency program" includes a program available for |
| 32 | physician admission: |
| 33 | (i) Immediately upon graduation from a medical |
| 34 | school or a college of osteopathic medicine as described in the institutional |
| 35 | requirements of the Accreditation Council for Graduate Medical Education; and |
| 36 | (ii) After completion of prerequisite clinical |

As Engrossed: H2/10/25 HB1384

| 1 | education and training as described in the relevant specialty-specific |
|----|--|
| 2 | <pre>program requirements;</pre> |
| 3 | (11) "Specialty" means a field of medical practice that focuses |
| 4 | on a specific set of patient care skills; |
| 5 | (12) "Sponsoring institution" means an entity that oversees, |
| 6 | supports, and administers one (1) or more Accreditation Council for Graduate |
| 7 | Medical Education-accredited residency or fellowship programs; and |
| 8 | (13) "Start-up costs" means a cost associated with program |
| 9 | planning, Accreditation Council for Graduate Medical Education application |
| 10 | preparation and submission, and other preliminary activities before a |
| 11 | resident is present in the program. |
| 12 | |
| 13 | SECTION 3. EMERGENCY CLAUSE. It is found and determined by the |
| 14 | General Assembly of the State of Arkansas that there is a great need for |
| 15 | medical professionals throughout the state to serve residents; that summer |
| 16 | deadlines are quickly approaching for programs that train new medical |
| 17 | professionals and funding needs to be distributed as soon as possible to |
| 18 | prepare these programs to begin training in the fall; and that this act is |
| 19 | immediately necessary because having trained medical professionals to fill |
| 20 | worker shortages throughout the state is vital to ensuring the health and |
| 21 | safety of Arkansans. Therefore, an emergency is declared to exist, and this |
| 22 | act being immediately necessary for the preservation of the public peace, |
| 23 | health, and safety shall become effective on: |
| 24 | (1) The date of its approval by the Governor; |
| 25 | (2) If the bill is neither approved nor vetoed by the Governor, |
| 26 | the expiration of the period of time during which the Governor may veto the |
| 27 | bill; or |
| 28 | (3) If the bill is vetoed by the Governor and the veto is |
| 29 | overridden, the date the last house overrides the veto. |
| 30 | |
| 31 | /s/L. Johnson |
| 32 | |
| 33 | |
| 34 | APPROVED: 2/27/25 |
| 35 | |
| 36 | |