

IN THE GENERAL ASSEMBLY STATE OF _____

An Act

1 Be it enacted by the People of the State of _____, represented in the General Legislature:

2 **Section 1. Title.** This act shall be known as and may be cited as the Preceptor Tax Deduction
3 Act.

4 **Section 2. Purpose.** The Legislature hereby finds and declares that:

5 A. _____ has a shortage of health care providers compared to similar populations
6 throughout the United States.

7 B. Access to primary care has been shown to decrease morbidity and mortality while
8 controlling health care costs through early detection and careful management of chronic disease
9 and deferral of unnecessary hospital admission and emergency room visits.

10 C. An adequate supply of health care providers is essential to ensure that _____ residents
11 have access to necessary medical care; and

12 D. Health care providers of all types tend to remain and practice where they train. If
13 health professional students leave _____ to train elsewhere, they are less likely to return and
14 practice in _____.

15 E. Off-shore and out-of-state medical schools are using _____ community-based faculty
16 and paying them per rotation. A tax deduction could provide a powerful incentive to _____
17 community-based faculty to take _____ medical, physician assistant, and nurse practitioner
18 students.

19 **Section 3. Definitions.**

20 A. "Community-based faculty clinician" means a non-compensated allopathic physician
21 (M.D.), osteopathic physician (D.O.), physician assistant (PA), or advanced practice registered
22 nurse (APRN) who provides a minimum of three and a maximum of 10 core clerkships within a
23 calendar year.

24 B. "Medical core clerkship," "physician assistant core clerkship," or "advanced practice
25 registered nurse core clerkship" means a clerkship for a student who is enrolled in a _____ medical
26 school, a _____ physician assistant program, or a _____ advanced practice registered nurse
27 program and who completes a minimum of 160 hours of community-based instruction in family

1 medicine, internal medicine, pediatrics, obstetrics and gynecology, emergency medicine,
2 psychiatry, or general surgery under the guidance of a community-based faculty clinician.

3 **Section 4. Tax Deduction.**

4 Section _____ of _____ Code Annotated, relating to computation of taxable net
5 income for _____ income tax purposes, is amended by the addition of the following:

6 (a) Taxable net income of an individual shall be the taxpayer's federal adjusted gross income,
7 as defined in the United States Internal Revenue Code of 1986, less:

8 A. An amount equal to \$1,000.00 for any clinician who served as the community-based
9 faculty clinician for a medical core clerkship provided by community-based faculty.

10 B. An amount equal to \$1,000.00 for any clinician who served as the community-based
11 faculty clinician for a physician assistant core clerkship provided by community-based faculty.

12 C. An amount equal to \$1,000.00 for any clinician who served as the community-based
13 faculty clinician for a nurse practitioner core clerkship provided by community-based faculty.

14 D. _____ shall administer the program and certify rotations for the department.

15 **Drafting note:** This provision can be modified into a tax credit.

16 **Section 5. Effective.** This Act shall apply to all taxable years beginning on or after January 1, 20__ .

17 **Section 6. Severability.** If any provision of this Act is held by a court to be invalid, such
18 invalidity shall not affect the remaining provisions of this Act, and to this end the provisions of
19 this Act are hereby declared severable.
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