#### Legal Title
Medically Underserved Account, Contingent Fund of the Medical Board of California

#### Legal Citation/Authority
Chapter 1131, Statutes of 2002 (AB 982)
Business and Professions Code section 2154.4

#### Fund Classification

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#### Purpose
The Medically Underserved Account was created in the Contingent Fund of the Medical Board of California (0758). Money in the Medically Underserved Account is to be used by the Medical Board of California to repay student loans for physicians who have committed to work in underserved areas, as per agreements made with physicians under the terms of the California Physician Corps Loan Repayment Program.

AB 982 established the California Physician Corps Loan Repayment Program of 2002 to be operative on January 1, 2003, to increase the number of physicians practicing in a medically underserved area, as defined.

#### Administering Agency/Organization Code
Consumer Affairs/Org 1110

#### Major Revenue Source
- Transfers totaling $3,450,000 from the Contingent Fund of the Medical Board of California ($1,150,000 annually for three consecutive years).
- Funds from private sources

#### Disposition of Fund (upon abolishment)
Any funds remaining upon abolishment of this fund will revert to the Contingent Fund of the Medical Board of California (0758).

#### Appropriation Authority
Section 2154.4 (b)(1)(2)(3) authorizes $3,450,000 to be appropriated to this account as follows:
- $1,150,000 in 2003-04
- $1,150,000 in 2004-05
- $1,150,000 in 2005-06

The Medical Board of California will use $150,000 of the appropriated amount for each year for operating expenses necessary to manage this program.
**State Appropriations Limit**

**Excluded** – Revenues in this fund are not proceeds of taxes, however, upon transfer may become proceeds of taxes. There is a logical, direct relationship between the use and revenue collected from the payers.

**Comments/Historical Information**

**Fund Abolished Effective 07/01/06:**
Chapter 317, Statutes of 2005 repeals Article 7.7 (commencing with Section 2154) of Chapter 5 of Division 2 of the Business and Professions Code. This section repeals the creation of the Medically Underserved Account. Therefore, this fund is abolished effective July 1, 2006. All money in the Medically Underserved Account within the Contingent Fund is transferred to the Medically Underserved Account for Physicians (Fund 8034).