

**641—108.5(135) Amount of grant.**

**108.5(1)** The department shall award funds based upon the funds budgeted as demonstrated in the request, as identified in subrule 108.3(2) or 108.4(3).

**108.5(2)** Grant award per activity.

*a.* The total amount of a grant awarded to a sponsor proposing the establishment of a new or alternative campus accredited medical residency training program shall be limited to no more than 100 percent of the amount of funds the sponsor has budgeted as demonstrated through a line-item budget for each residency sponsored for the purpose of the residency program.

*b.* The total amount of a grant awarded to a sponsor proposing the provision of a new residency position within an existing accredited medical residency or fellowship training program, or a sponsor funding residency positions which are in excess of the federal residency cap, shall be limited to no more than 25 percent of the amount of funds the sponsor has budgeted as demonstrated through a line-item budget for each residency position sponsored for the purpose of the residency program.

*c.* The total amount of a grant awarded to a sponsor proposing to fund medical residency program liability costs shall be limited to no more than 50 percent of the total cost the sponsor has budgeted as demonstrated through a line-item budget for the medical residency program liability costs.

**108.5(3)** A sponsor shall receive funds based on budgeted expenses that include but are not limited to:

*a.* Stipends and fringe benefits for residents and fellows;

*b.* The portion of teaching physician salaries and fringe benefits associated with teaching and supervision of residents and fellows;

*c.* Other direct costs that can be attributed to medical education (e.g., clerical salaries, telephone, office supplies).

**108.5(4)** An individual sponsor that establishes a new or alternative campus accredited medical residency training program shall not receive more than 50 percent of the state matching funds available each year to support the program. An individual sponsor proposing the provision of a new residency position within an existing accredited medical residency or fellowship training program, a sponsor funding residency positions which are in excess of the federal residency cap, or the funding of the payment by the sponsor of medical residency program liability costs subject to provision by the sponsor of dollar-for-dollar matching funds used for payment of such costs shall not receive more than 25 percent of the state matching funds available each year to support the program.

[**ARC 1480C**, IAB 6/11/14, effective 7/16/14; **ARC 2179C**, IAB 9/30/15, effective 1/13/16; **ARC 4830C**, IAB 12/18/19, effective 1/22/20; **ARC 6165C**, IAB 2/9/22, effective 3/16/22]