

House Study Bill 214

Conference Committee Text

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1 1 Section 1. Section [99D.17](#), Code 1995, is amended to read
1 2 as follows:
1 3 99D.17 USE OF FUNDS.
1 4

~~Funds~~

~~Except as provided in section 261.17A, subsection 8,~~
1 5 ~~funds~~ received pursuant to sections 99D.14 and 99D.15 shall be
1 6 deposited in the general fund of the state and shall be
1 7 subject to the requirements of section 8.60. These funds
1 8 shall first be used to the extent appropriated by the general
1 9 assembly. The commission is subject to the budget
1 10 requirements of chapter 8 and the applicable auditing
1 11 requirements and procedures of chapter 11.
1 12 Sec. 2. Section [99F.4](#), subsection 2, Code 1995, is amended
1 13 to read as follows:
1 14 2. To license qualified sponsoring organizations, to
1 15 license the operators of excursion gambling boats, to identify
1 16 occupations within the excursion gambling boat operations
1 17 which require licensing, and to adopt standards for licensing
1 18 the occupations including establishing fees for the
1 19 occupational licenses and licenses for qualified sponsoring
1 20 organizations. The fees shall be paid to the commission and
1 21 deposited in the general fund of the state. All revenue
1 22 received by the commission under this chapter from license
1 23 fees and admission fees, except for those revenues deposited
1 24 in the Iowa hope loan revolving fund as provided in section
1 25 261.17A, subsection 8, shall be deposited in the general fund
1 26 of the state and shall be subject to the requirements of
1 27 section 8.60.
1 28 Sec. 3. Section [99F.11](#), subsection 4, Code 1995, is
1 29 amended to read as follows:
1 30 4.

~~The~~

~~Except for those revenues deposited in the Iowa~~
1 31 ~~hope loan revolving fund as provided in section 261.17A,~~
1 32 ~~subsection 8,~~ the remaining amount of the adjusted gross
1 33 receipts tax shall be credited to the general fund of the
1 34 state.
1 35 Sec. 4. NEW SECTION. 261.17A IOWA HOPE LOAN PROGRAM.
2 1 1. An Iowa hope loan may be awarded to a resident of Iowa
2 2 who is admitted and in attendance as a student in a
2 3 vocational-technical or career option program in a community
2 4 college in the state, whose financial resources are no more
2 5 than twenty percent above the eligibility level for a Pell
2 6 grant, and who is working toward certification, a diploma, or
2 7 a degree in a skilled occupation.
2 8 2. A student who meets the qualifications of subsection 1
2 9 may receive Iowa hope loans for not more than the equivalent
2 10 of two full years of study. A student shall not receive
2 11 assistance for courses for which credit was previously
2 12 received.
2 13 3. The amount of an Iowa hope loan shall not exceed the
2 14 cost of tuition, fees, and books required for the community
2 15 college program in which the student is enrolled and attends.

2 16 As used in this paragraph, "books" may also include book
2 17 substitutes, including reusable workbooks, loose-leaf or bound
2 18 manuals, and computer software materials used as book
2 19 substitutes. If a student receives financial aid under any
2 20 other program, the full amount of that financial aid shall be
2 21 considered part of the student's financial resources available
2 22 in determining the amount of the Iowa hope loan.

2 23 4. An Iowa hope loan shall be awarded on an annual basis,
2 24 requiring reapplication by the student for each year.
2 25 Payments under the loan shall be allocated equally among the
2 26 semesters or quarters of the year upon certification by the
2 27 community college that the student is in attendance in a
2 28 vocational-technical or career option program, as defined
2 29 under rules of the department of education. If the student
2 30 discontinues attendance before the end of any term after the
2 31 community college receives payment from the loan, the entire
2 32 amount of any refund due that student, up to the amount of any
2 33 payments made to the community college from the annual loan,
2 34 shall be paid by the community college to the state.

2 35 5. The commission shall administer this program and shall
3 1 do all of the following:

3 2 a. Provide application forms for distribution to students
3 3 by Iowa high schools and community colleges.

3 4 b. Adopt rules for determining financial need, requiring
3 5 that no interest be charged for an Iowa hope loan, defining
3 6 residence for the purposes of this section, processing and
3 7 approving applications for grants, determining priority for
3 8 loans, and establishing procedures for the repayment of the
3 9 loan. The repayment schedule shall commence not less than six
3 10 months after the loan recipient successfully completes the
3 11 program and is awarded a certificate, a diploma, or a degree
3 12 in a skilled occupation. The repayment schedule may be
3 13 suspended if the loan recipient is a full-time student in an
3 14 accredited postsecondary institution.

3 15 c. Approve and award loans on an annual basis. A student
3 16 approved for a loan under the program shall enter into a
3 17 payment agreement with the commission before receiving a loan
3 18 under the program.

3 19 d. Make an annual report to the governor and general
3 20 assembly.

3 21 6. Each applicant, in accordance with the rules
3 22 established by the commission, shall do all of the following:

3 23 a. Complete and file an application for an Iowa hope loan.

3 24 b. Be responsible for the submission of the financial
3 25 information provided for evaluation of the applicant's need
3 26 for a loan, on forms provided by the commission.

3 27 c. Report promptly to the commission any necessary
3 28 information requested by the commission.

3 29 d. Submit a new application and financial statement for
3 30 reevaluation of the applicant's eligibility to receive a
3 31 second-year renewal of the loan.

3 32 7. An Iowa hope loan revolving fund is created in the
3 33 state treasury as a separate fund under the control of the
3 34 commission. All moneys deposited or paid into the fund are
3 35 appropriated and made available to the college student aid
4 1 commission to be used for loans as provided in this section.
4 2 The commission shall deposit payments made by Iowa hope loan
4 3 recipients into the Iowa hope loan fund. Notwithstanding
4 4 section 8.33, any balance in the fund on June 30 of each
4 5 fiscal year shall not revert to the general fund of the state,
4 6 but shall be available for the purposes of this section in
4 7 subsequent fiscal years.

4 8 8. Notwithstanding sections 99D.17, 99F.4, and 99F.11, in
4 9 each fiscal year, state revenues received pursuant to chapters
4 10 99D and 99F that exceed state revenues received from those
4 11 sources in the fiscal year ending June 30, 1994, shall be
4 12 deposited in the Iowa hope loan fund.

4 13

EXPLANATION

4 14 This bill establishes the Iowa hope loan program, creates
4 15 an Iowa hope loan revolving fund, and requires that pari-
4 16 mutuel wagering and excursion boat and racetrack revenues
4 17 received by the state, which exceed state revenues received
4 18 from those sources in the fiscal year ending June 30, 1994, be
4 19 deposited in the Iowa hope loan revolving fund for use by the
4 20 college student aid commission for purposes of the Iowa hope
4 21 loan program.

4 22 An Iowa hope loan may be awarded to an Iowa resident who is
4 23 admitted and in attendance as a student in a vocational-
4 24 technical or career option program in a community college in
4 25 the state, whose financial resources are no more than 20
4 26 percent above the eligibility level for a Pell grant, and who
4 27 is working toward certification, a diploma, or a degree in a
4 28 skilled occupation. The amount of an Iowa hope loan shall not
4 29 exceed the cost of tuition, fees, and books required for the
4 30 program in which the student is enrolled. A student's Iowa
4 31 hope loan is to supplement, not supplant, any other financial
4 32 aid the student receives.

4 33 An Iowa hope loan is awarded annually. If the student
4 34 discontinues attendance before the end of any term after
4 35 receiving payment of the loan, the entire amount of any refund
5 1 due that student, up to the amount of any payments made under
5 2 the annual loan, shall be paid by the institution to the
5 3 state.

5 4 The college student aid commission shall administer the
5 5 Iowa hope loan program. The bill requires the commission to
5 6 make an annual report to the governor and general assembly,
5 7 and adopt rules for determining financial need, requiring that
5 8 no interest be charged for an Iowa hope loan, defining
5 9 residence for the purposes of the program, processing and
5 10 approving applications for loans, determining priority for
5 11 loans, and establishing procedures for repayment of a loan.

5 12 The bill also creates the Iowa hope loan revolving fund in
5 13 the state treasury. Each fiscal year, state revenues received
5 14 pursuant to chapters 99D and 99F of the Code, relating to
5 15 pari-mutuel wagering and excursion boats and racetracks, that
5 16 exceed state revenues received from those sources in the
5 17 fiscal year ending June 30, 1994, shall be deposited in the
5 18 Iowa hope loan revolving fund, along with the payments made by
5 19 Iowa hope loan recipients, and made available to the
5 20 commission for the purposes of the Iowa hope loan program.
5 21 Any balance in the fund on June 30 of each year shall not
5 22 revert but shall be available for purposes of the program.

5 23 LSB 2175HC 76

5 24 kh/sc/14