

Redfern, Rehberg, Horn

Succeeded By
HF 2323

SSB 3187

SENATE FILE Appropriations
BY (PROPOSED COMMITTEE ON
APPROPRIATIONS BILL BY
CHAIRPERSON LAMBERTI)

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to the creation of a registered nurse recruitment
2 program and fund to be administered by the college student aid
3 commission.

4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. NEW SECTION. 261.23 REGISTERED NURSE
2 RECRUITMENT PROGRAM.

3 1. A registered nurse recruitment program is established
4 to be administered by the college student aid commission. The
5 program shall consist of a forgivable loan program and a
6 tuition scholarship program for students and a loan repayment
7 program for registered nurses. The commission shall regularly
8 adjust the registered nurse service requirement under each
9 aspect of the program to provide, to the extent possible, an
10 equal financial benefit for each period of service required.
11 From funds appropriated for purposes of the program by the
12 general assembly, the commission shall pay a fee to schools of
13 nursing, accredited by the board of nursing, for the
14 administration of the program. A portion of the fee shall be
15 based upon the number of registered nurses recruited under
16 subsection 4.

17 2. A forgivable loan may be awarded to a resident of Iowa
18 who is enrolled at a school of nursing, which is located in
19 this state and approved by the board of nursing, if the
20 student agrees to practice in this state for a period of time
21 to be determined by the commission at the time the loan is
22 awarded. Forgivable loans to eligible students shall not
23 become due until after the student completes a licensing
24 examination prescribed by the board of nursing. Interest on
25 the loans shall begin to accrue the day following the
26 student's graduation date. If the student completes the
27 period of practice established by the commission and agreed to
28 by the student, the loan amount shall be forgiven. The loan
29 amount shall not be forgiven if the registered nurse fails to
30 complete the required time period of practice in this state or
31 fails to satisfactorily continue in the school of nursing.

32 3. A student enrolled at a school of nursing approved by
33 the board of nursing shall be eligible for a tuition
34 scholarship for the student's study at the school of nursing.
35 The scholarship shall be for an amount not to exceed the

1 resident tuition rate established for institutions of higher
 2 learning under the control of the state board of regents. A
 3 student who receives a tuition scholarship shall not be
 4 eligible for the loan repayment program provided for by this
 5 section. A student who receives a tuition scholarship shall
 6 agree to practice in a medically underserved rural community
 7 in this state for a period of time to be determined by the
 8 commission at the time the scholarship is awarded. The
 9 student shall repay the scholarship to the commission if the
 10 student fails to practice in a medically underserved rural
 11 community in this state for the required period of time.

12 4. A registered nurse shall be eligible for the registered
 13 nurse repayment program if the registered nurse agrees to
 14 practice in an eligible medically underserved community in
 15 this state and was recruited and placed by a school of
 16 nursing, which is located in this state and approved by the
 17 board of nursing, in an eligible medically underserved
 18 community in this state that has agreed to provide additional
 19 funds for the registered nurse's loan repayment. The contract
 20 for the loan repayment shall stipulate the time period the
 21 registered nurse shall practice in an eligible medically
 22 underserved community in this state. In addition, the
 23 contract shall stipulate that the registered nurse repay any
 24 funds paid on the registered nurse's loan by the commission if
 25 the registered nurse fails to practice in an eligible
 26 medically underserved community in this state for the required
 27 period of time. For purposes of this subsection, "eligible
 28 medically underserved community" means a medically underserved
 29 rural community that agrees to match state funds provided on
 30 at least a dollar-for-dollar basis for the loan repayment of a
 31 registered nurse who practices in the community.

32 5. A registered nurse recruitment revolving fund is
 33 created in the state treasury as a separate fund under the
 34 control of the commission. The commission shall deposit
 35 payments made by registered nurse recruitment program

1 recipients and the proceeds from the sale of registered nurse
2 forgivable loans into the registered nurse recruitment
3 revolving fund. Moneys credited to the fund shall be used to
4 supplement moneys appropriated for the registered nurse
5 recruitment program. Notwithstanding section 8.33, any
6 balance in the fund on June 30 of any fiscal year shall not
7 revert to the general fund of the state.

8 6. The commission shall adopt rules pursuant to chapter
9 17A to administer this section.

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EXPLANATION

11 This bill creates a registered nurse recruitment program
12 administered by the college student aid commission and
13 comprised of a forgivable loan program, a tuition scholarship
14 program, and a registered nurse loan repayment program. The
15 bill also creates a registered nurse recruitment revolving
16 fund administered by the commission for the deposit of
17 payments made by program recipients and the proceeds from the
18 sale of loans. Moneys in the fund can be used by the
19 commission for purposes of the program.

20 The bill provides that a resident of the state who is a
21 student enrolled at a school of nursing located in the state
22 and approved by the board of nursing, and who agrees to
23 practice in this state for a period of time to be determined
24 by the commission at the time the loan or scholarship is
25 awarded, is eligible for loan forgiveness or a tuition
26 scholarship program. However, a student who receives a
27 tuition scholarship is not eligible for the loan repayment
28 program and a student who receives a tuition scholarship must
29 also agree to practice in a medically underserved rural
30 community.

31 Under the registered nurse loan repayment program,
32 registered nurses who agree to practice in an eligible
33 medically underserved community in the state are eligible for
34 loan repayment. A portion of the administrative fee that the
35 bill stipulates will be paid to a school of nursing is based

1 on the number of registered nurses the school recruits and
2 places in communities that have agreed to provide additional
3 funds for a registered nurse's loan repayment.

4 Students who received a forgivable loan or tuition
5 scholarship, and registered nurses for whom loan repayments
6 were made, who fail to satisfactorily continue in the school
7 of nursing or who fail to complete the agreed upon time period
8 in Iowa or the time period in the community as agreed, are
9 required under the bill to repay the commission for moneys
10 received under the program.

11 Under the bill, the commission pays a fee to the schools of
12 nursing for administration of the program.

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H. 4/1/02 approp.
H. 4/4/02 amend/ do pass
W/H-8527

FILED MAR 27 2002

SENATE FILE 2323
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO SSB 3187)

Passed Senate, Date 4-1-02 (P. 873)
Vote: Ayes 47 Nays 0
Approved April 26, 2002
Re-Passed 4-12-02

Passed House, Date 4-9-02 (P. 1228)
Vote: Ayes 96 Nays 0

(P. 1165) vote 45-0 A BILL FOR

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SF 2323

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29 amount shall not be forgiven if the registered nurse fails to
30 complete the required time period of practice in this state or
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32 3. A student enrolled at a school of nursing approved by
33 the board of nursing shall be eligible for a tuition
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9 student shall repay the scholarship to the commission if the
10 student fails to practice in a medically underserved rural
11 community in this state for the required period of time.

12 4. A registered nurse shall be eligible for the registered
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14 practice in an eligible medically underserved community in
15 this state and was recruited and placed by a school of
16 nursing, which is located in this state and approved by the
17 board of nursing, in an eligible medically underserved
18 community in this state that has agreed to provide additional
19 funds for the registered nurse's loan repayment. The contract
20 for the loan repayment shall stipulate the time period the
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24 funds paid on the registered nurse's loan by the commission if
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26 medically underserved community in this state for the required
27 period of time. For purposes of this subsection, "eligible
28 medically underserved community" means a medically underserved
29 rural community that agrees to match state funds provided on
30 at least a dollar-for-dollar basis for the loan repayment of a
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33 medically underserved community in the state are eligible for
34 loan repayment. A portion of the administrative fee that the
35 bill stipulates will be paid to a school of nursing is based

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3 funds for a registered nurse's loan repayment.

4 Students who received a forgivable loan or tuition
5 scholarship, and registered nurses for whom loan repayments
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11 Under the bill, the commission pays a fee to the schools of
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SENATE FILE 2323

H-8527

1 Amend Senate File 2323, as passed by the Senate, as
2 follows:

- 3 1. Page 2, line 6, by striking the words
4 "medically underserved rural".
- 5 2. Page 2, line 10, by striking the words
6 "medically underserved rural".
- 7 3. Page 2, line 14, by striking the words
8 "medically underserved".
- 9 4. Page 2, line 17, by striking the words
10 "medically underserved".
- 11 5. Page 2, lines 21 and 22, by striking the words
12 "medically underserved".
- 13 6. Page 2, line 26, by striking the words
14 "medically underserved".
- 15 7. Page 2, by striking line 28 and inserting the
16 following: "community" means a".
- 17 8. Page 2, line 29, by striking the word "rural".

By COMMITTEE ON APPROPRIATIONS
MILLAGE of Scott,

Chairperson

H-8527 FILED APRIL 4, 2002

*Adopted 4-8-02
(P.1227)*

SENATE FILE 2323

H-8547

1 Amend the amendment, H-8527, to Senate File 2323,
2 as passed by the Senate, as follows:
3 1. Page 1, by inserting after line 2 the
4 following:
5 "____. Page 1, line 18, by striking the word "a"
6 and inserting the following: "an accredited".
7 _____. Page 1, by striking line 19 ,and inserting
8 the following: "this state, on a full-time or part-
9 time basis in a course of study leading to a
10 collegiate or associate degree of nursing, a diploma
11 in nursing, or a graduate or equivalent degree in
12 nursing, if the".
13 _____. Page 1, line 29, by striking the words
14 "registered nurse" and inserting the following:
15 "student".
16 _____. Page 1, by striking lines 32 and 33, and
17 inserting the following:
18 "3. A student enrolled at an accredited school of
19 nursing, which is located in this state, on a full-
20 time or part-time basis in a course of study leading
21 to a collegiate or associate degree of nursing, a
22 diploma in nursing, or a graduate or equivalent degree
23 in nursing, shall be eligible for a tuition"."
24 2. Page 1, by inserting after line 6 the
25 following:
26 "____. Page 2, line 13, by inserting after the
27 words "registered nurse" the following: "has received
28 from an accredited school of nursing located in this
29 state a collegiate or associate degree of nursing, a
30 diploma in nursing, or a graduate or equivalent degree
31 in nursing and"."
32 3. Page 1, by striking lines 7 through 10, and
33 inserting the following:
34 "____. Page 2, by striking lines 14 through 17 and
35 inserting the following: "practice in an eligible"."
36 4. By renumbering as necessary.

By DRAKE of Pottawattamie
MASCHER of Johnson

H-8547 FILED APRIL 9, 2002

Adopted
4-9-02
(P. 1227)

SENATE FILE 2323

H-8555

1 Amend Senate File 2323, as passed by the Senate, as
2 follows:

3 1. Page 1, by inserting before line 1 the
4 following:

5 "Sec. ____ . ECONOMIC EMERGENCY FUND APPROPRIATION.
6 There is appropriated from the Iowa economic emergency
7 fund created in section 8.55 to the college student
8 aid commission for the fiscal year beginning July 1,
9 2002, and ending June 30, 2003, the following amount,
10 or so much thereof as is necessary, to be used for the
11 purposes designated:

12 For the registered nurse recruitment program
13 established as provided in this Act:

14 \$ 99,000

15 Moneys appropriated in this section are declared to
16 be appropriated for emergency expenditures as required
17 in section 8.55, subsection 3, paragraph "a".

18 2. Title page, line 3, by inserting after the
19 word "commission" the following: "and making an
20 appropriation".

21 3. By renumbering as necessary.

By MASCHER of Johnson

H-8555 FILED APRIL 9, 2002

*Loot
4-9-02
(p. 1228)*

**HOUSE AMENDMENT TO
SENATE FILE 2323**

S-5440

1 Amend Senate File 2323, as passed by the Senate, as
2 follows:

3 1. Page 1, line 18, by striking the word "a" and
4 inserting the following: "an accredited".

5 2. Page 1, by striking line 19, and inserting the
6 following: "this state, on a full-time or part-time
7 basis in a course of study leading to a collegiate or
8 associate degree of nursing, a diploma in nursing, or
9 a graduate or equivalent degree in nursing, if the".

10 3. Page 1, line 29, by striking the words
11 "registered nurse" and inserting the following:
12 "student".

13 4. Page 1, by striking lines 32 and 33, and
14 inserting the following:

15 "3. A student enrolled at an accredited school of
16 nursing, which is located in this state, on a full-
17 time or part-time basis in a course of study leading
18 to a collegiate or associate degree of nursing, a
19 diploma in nursing, or a graduate or equivalent degree
20 in nursing, shall be eligible for a tuition".

21 5. Page 2, line 6, by striking the words
22 "medically underserved rural".

23 6. Page 2, line 10, by striking the words
24 "medically underserved rural".

25 7. Page 2, line 13, by inserting after the words
26 "registered nurse" the following: "has received from
27 an accredited school of nursing located in this state
28 a collegiate or associate degree of nursing, a diploma
29 in nursing, or a graduate or equivalent degree in
30 nursing and".

31 8. Page 2, by striking lines 14 through 17 and
32 inserting the following: "practice in an eligible".

33 9. Page 2, lines 21 and 22, by striking the words
34 "medically underserved".

35 10. Page 2, line 26, by striking the words
36 "medically underserved".

37 11. Page 2, by striking line 28 and inserting the
38 following: "community" means a".

39 12. Page 2, line 29, by striking the word
40 "rural".

RECEIVED FROM THE HOUSE

S-5440 FILED APRIL 10, 2002

Senate Concurred
4.12.02
(P.1165)

SENATE FILE 2323

AN ACT

RELATING TO THE CREATION OF A REGISTERED NURSE RECRUITMENT PROGRAM AND FUND TO BE ADMINISTERED BY THE COLLEGE STUDENT AID COMMISSION.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. NEW SECTION. 261.23 REGISTERED NURSE RECRUITMENT PROGRAM.

1. A registered nurse recruitment program is established to be administered by the college student aid commission. The program shall consist of a forgivable loan program and a tuition scholarship program for students and a loan repayment program for registered nurses. The commission shall regularly adjust the registered nurse service requirement under each aspect of the program to provide, to the extent possible, an equal financial benefit for each period of service required. From funds appropriated for purposes of the program by the

general assembly, the commission shall pay a fee to schools of nursing, accredited by the board of nursing, for the administration of the program. A portion of the fee shall be based upon the number of registered nurses recruited under subsection 4.

2. A forgivable loan may be awarded to a resident of Iowa who is enrolled at an accredited school of nursing, which is located in this state, on a full-time or part-time basis in a course of study leading to a collegiate or associate degree of nursing, a diploma in nursing, or a graduate or equivalent degree in nursing, if the student agrees to practice in this state for a period of time to be determined by the commission at the time the loan is awarded. Forgivable loans to eligible students shall not become due until after the student completes a licensing examination prescribed by the board of nursing. Interest on the loans shall begin to accrue the day following the student's graduation date. If the student completes the period of practice established by the commission and agreed to by the student, the loan amount shall be forgiven. The loan amount shall not be forgiven if the student fails to complete the required time period of practice in this state or fails to satisfactorily continue in the school of nursing.

3. A student enrolled at an accredited school of nursing, which is located in this state, on a full-time or part-time basis in a course of study leading to a collegiate or associate degree of nursing, a diploma in nursing, or a graduate or equivalent degree in nursing, shall be eligible for a tuition scholarship for the student's study at the school of nursing. The scholarship shall be for an amount not to exceed the resident tuition rate established for institutions of higher learning under the control of the state board of regents. A student who receives a tuition scholarship shall not be eligible for the loan repayment program provided for by this section. A student who receives

a tuition scholarship shall agree to practice in a community in this state for a period of time to be determined by the commission at the time the scholarship is awarded. The student shall repay the scholarship to the commission if the student fails to practice in a community in this state for the required period of time.

4. A registered nurse shall be eligible for the registered nurse repayment program if the registered nurse has received from an accredited school of nursing located in this state a collegiate or associate degree of nursing, a diploma in nursing, or a graduate or equivalent degree in nursing and agrees to practice in an eligible community in this state that has agreed to provide additional funds for the registered nurse's loan repayment. The contract for the loan repayment shall stipulate the time period the registered nurse shall practice in an eligible community in this state. In addition, the contract shall stipulate that the registered nurse repay any funds paid on the registered nurse's loan by the commission if the registered nurse fails to practice in an eligible community in this state for the required period of time. For purposes of this subsection, "eligible community" means a community that agrees to match state funds provided on at least a dollar-for-dollar basis for the loan repayment of a registered nurse who practices in the community.

5. A registered nurse recruitment revolving fund is created in the state treasury as a separate fund under the control of the commission. The commission shall deposit payments made by registered nurse recruitment program recipients and the proceeds from the sale of registered nurse forgivable loans into the registered nurse recruitment revolving fund. Moneys credited to the fund shall be used to supplement moneys appropriated for the registered nurse recruitment program. Notwithstanding section 8.33, any balance in the fund on June 30 of any fiscal year shall not revert to the general fund of the state.

6. The commission shall adopt rules pursuant to chapter 17A to administer this section.

MARY E. KRAMER
President of the Senate

BRENT SIEGRIST
Speaker of the House

I hereby certify that this bill originated in the Senate and is known as Senate File 2323, Seventy-ninth General Assembly.

MICHAEL E. MARSHALL
Secretary of the Senate

Approved *April 26*, 2002

THOMAS J. VILSACK
Governor