

House File 196 - Introduced

HOUSE FILE 196

BY WESSEL-KROESCHELL

A BILL FOR

1 An Act relating to licensing sanctions against individuals who
2 default on debt owed to or collected by the college student
3 aid commission.

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

1 Section 1. Section 272C.4, subsection 10, Code 2015, is
2 amended by striking the subsection.

3 Sec. 2. REPEAL. Sections 261.121, 261.122, 261.123,
4 261.124, 261.125, 261.126, and 261.127, Code 2015, are
5 repealed.

6 EXPLANATION

7 The inclusion of this explanation does not constitute agreement with
8 the explanation's substance by the members of the general assembly.

9 This bill eliminates Code provisions that authorize and
10 establish a process by which the college student aid commission
11 can initiate action to deny, revoke, or suspend any license
12 authorized by the laws of this state to any person who
13 has defaulted on an obligation owed to or collected by the
14 commission.

15 The provisions repealed by the bill establish procedures for
16 issuing notice to an individual in default, for the scheduling
17 of a conference between the individual and the commission, for
18 entering into a written agreement for payment of the obligation
19 which takes into consideration the individual's ability to pay,
20 for the individual to request a hearing, and for the issuance
21 of a certificate for noncompliance to any appropriate licensing
22 authority.

23 Provisions repealed by the bill require each licensing
24 authority to include in its rules, as grounds for suspension,
25 revocation or denial of issuance or renewal of a license, the
26 receipt of a certificate of noncompliance from the commission,
27 require a licensing authority to initiate procedures for
28 suspension, revocation, or denial of issuance or renewal of
29 licensure to the individual, and direct the supreme court
30 to prescribe rules providing for the denial, suspension, or
31 revocation of the admission to practice as an attorney and
32 counselor for failure to repay an obligation owed to or
33 collected by the commission. The provisions repealed by
34 the bill also permit the individual to seek a review of the
35 commission's decision and request a hearing before the district

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1 court.