HOUSE FILE 2428 BY WOOD

A BILL FOR

An Act providing for a rural veterinary practice innovation
 and revitalization fund and program to assist veterinary
 practices in certain counties, and making appropriations.
 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. NEW SECTION. 159.31B Definitions.

As used in this part, unless the context otherwise requires: As used in this part, unless the context otherwise requires: Agricultural animal" means an animal belonging to the bovine, caprine, equine, ovine, or porcine species; farm deer as defined in section 170.1; ostriches, rheas, and emus; turkeys, chickens, domestic geese or ducks, or other domestic fowl; fish or other aquatic organisms confined in private waters for human consumption; or honey bees.

9 2. "Financial assistance" means assistance provided only 10 from the moneys and assets legally available to the department 11 pursuant to this part and includes assistance in the form of 12 grants, low-interest loans, and forgivable loans.

13 3. "Fund" means the rural veterinary practice innovation and 14 revitalization fund established in section 159.31D.

15 4. "Licensed veterinarian" means an individual who is 16 validly and currently licensed to practice veterinary medicine 17 in the state under chapter 169.

18 5. "Program" means the rural veterinary practice innovation 19 and revitalization program established in section 159.31E.

6. "Veterinary practice" means a business engaged in the
21 practice of veterinary medicine as defined in section 169.3,
22 as any of the following:

a. An individual acting as solo veterinary practitioner. *b.* A partnership or a limited liability partnership formed
under chapter 486A in which all partnership interests are held
by licensed veterinarians.

27 c. A limited partnership formed under chapter 488 in which28 all interests are held by licensed veterinarians.

29 d. A professional limited liability company formed under
30 chapter 489 in which all membership interests are held by
31 licensed veterinarians.

32 *e.* A professional corporation formed under chapter 496C in 33 which all shares are held by licensed veterinarians.

f. A corporation formed under chapter 504 in which all shares are held by licensed veterinarians.

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1 Sec. 2. <u>NEW SECTION</u>. 159.31C Administration.

The department shall administer the provisions of this
 part, including by adopting rules pursuant to chapter 17A as it
 determines are necessary or desirable.

5 2. In administering the rural veterinary practice 6 innovation and revitalization program, the department shall 7 consult with the Iowa board of veterinary medicine as provided 8 in section 169.5 and organizations interested in animal 9 agriculture and the health of agricultural animals.

10 Sec. 3. <u>NEW SECTION</u>. **159.31D** Rural veterinary practice 11 innovation and revitalization fund.

12 1. A rural veterinary practice innovation and 13 revitalization fund is established in the state treasury under 14 the management and control of the department.

15 2. The fund shall include moneys appropriated by the general 16 assembly and other moneys available to and obtained or accepted 17 by the department, including moneys from public or private 18 sources.

19 3. Moneys in the fund are appropriated to the department 20 for the purpose of supporting the rural veterinary practice 21 innovation and revitalization program established in section 22 159.31E.

4. a. Notwithstanding section 12C.7, interest or earningson moneys in the fund shall be credited to the fund.

b. Notwithstanding section 8.33, moneys in the fund that
remain unencumbered or unobligated at the end of a fiscal year
shall not revert.

28 Sec. 4. <u>NEW SECTION</u>. **159.31E** Rural veterinary practice 29 innovation and revitalization program.

30 1. The department shall establish and administer the rural 31 veterinary practice innovation and revitalization program 32 for the purpose of awarding financial assistance to eligible 33 veterinary practices to expand and improve veterinary services 34 provided to agricultural animals in those counties with a 35 population of thirty thousand or less according to the latest

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LSB 5969YH (3) 90 da/ns 1 preceding federal decennial census or the latest applicable
2 population estimate issued by the United States census bureau,
3 whichever is most recent.

4 2. The department shall award financial assistance to5 pay for project costs incurred by doing one or more of the6 following:

7 *a.* Improve or expand existing facilities.

8 b. Acquire existing equipment, devices, tools, or9 instruments.

10 c. Incorporate new methods and technologies, including 11 computerized systems.

12 3. The department shall establish eligibility criteria for 13 the program by rule. The eligibility criteria must include all 14 of the following:

15 a. The veterinary practice must be located in this state.
16 b. A licensed veterinarian associated with the veterinary
17 practice as a solo practitioner, partner, limited partner,
18 member, or shareholder must not have been subject to
19 disciplinary action by the Iowa board of veterinary medicine
20 within the last five years.

21 c. The veterinary practice must only employ individuals22 legally authorized to work in this state.

23 *d.* The veterinary practice must not currently be in24 bankruptcy.

25 e. The veterinary practice must employ less than fifty 26 individuals.

4. A veterinary practice seeking financial assistance under28 this section must make application to the department in the29 manner prescribed by the department by rule.

5. Applications shall be accepted during one or more annual application periods to be determined by the department. Upon reviewing and scoring all applications that are received during an application period, and subject to funding, the department award financial assistance to eligible veterinary practices. A financial assistance award shall not exceed the

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1 amount of eligible project costs included in the eligible 2 application. Sec. 5. RURAL VETERINARY PRACTICE INNOVATION AND 3 4 REVITALIZATION FUND AND PROGRAM. There is appropriated from the general fund of the state 5 1. 6 to the department of agriculture and land stewardship for the 7 fiscal year beginning July 1, 2024, and ending June 30, 2025, 8 the following amount, or so much thereof as is necessary, to be 9 used for the purposes designated: For deposit in the rural veterinary practice innovation and 10 ll revitalization fund as provided in section 159.31D: 750,000 12\$ 13 2. Of the moneys appropriated in this section, a veterinary 14 practice shall not receive more than \$10,000 in any fiscal 15 year under the rural veterinary practice innovation and 16 revitalization program established in section 159.31E. 17 EXPLANATION 18 The inclusion of this explanation does not constitute agreement with 19 the explanation's substance by the members of the general assembly. 20 GENERAL. This bill establishes a rural veterinary practice 21 innovation and revitalization fund (fund) and rural veterinary 22 practice innovation and revitalization program (program) 23 administered by the department of agriculture and land 24 stewardship (DALS) acting in consultation with the Iowa board 25 of veterinary medicine (board). The purpose of the fund and 26 program is to award financial assistance to eligible veterinary 27 practices to expand and improve veterinary services provided to 28 agricultural animals in counties with a population of 30,000 29 or less. Moneys awarded in financial assistance support the 30 use of facilities, the acquisition of existing equipment, 31 devices, tools, or instruments, and the incorporation of new 32 methods and technologies, including computerized systems. DALS 33 is required to adopt eligibility requirements. The veterinary 34 practice must be located in this state, must not have been 35 subject to any disciplinary action by the board, must only

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1 employ individuals legally authorized to work in this state, 2 must not currently be in bankruptcy, and must employ less than 3 50 individuals.

4 APPROPRIATION. The bill appropriates \$750,000 to the 5 fund in support of the program. DALS cannot award financial 6 assistance of more than \$10,000 to any one eligible veterinary 7 practice from the fund in any fiscal year.

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