

## CHAPTER 13

### STUDENT LOAN DELINQUENCIES AND DEFAULTS — LICENSING SANCTIONS PROHIBITED

S.F. 304

**AN ACT** relating to licensing sanctions against individuals who default or are delinquent on student loan debt or on a related service obligation.

*Be It Enacted by the General Assembly of the State of Iowa:*

Section 1. [Section 272.2](#), Code 2019, is amended by adding the following new subsection: NEW SUBSECTION. 21. Adopt rules under [chapter 17A](#) to prohibit the suspension or revocation of a license issued by the board to a person who is in default or is delinquent on repayment or a service obligation under federal or state postsecondary educational loans or public or private services-conditional postsecondary tuition assistance solely on the basis of such default or delinquency.

Sec. 2. [Section 272C.4, subsection 10](#), Code 2019, is amended by striking the subsection and inserting in lieu thereof the following:

10. Adopt rules under [chapter 17A](#) to prohibit the suspension or revocation of a license issued by the board to a person who is in default or is delinquent on repayment or a service obligation under federal or state postsecondary educational loans or public or private services-conditional postsecondary tuition assistance solely on the basis of such default or delinquency.

Sec. 3. REPEAL. [Sections 261.121, 261.122, 261.123, 261.124, 261.125, 261.126, and 261.127](#), Code 2019, are repealed.

Approved April 8, 2019