

Sixty-second  
Legislative Assembly  
of North Dakota

**SENATE BILL NO. 2341**

Introduced by

Senators Erbele, Olafson, Taylor

Representatives Boe, D. Johnson, J. Nelson

1 A BILL for an Act to create and enact a new section to chapter 43-29.1 of the North Dakota  
2 Century Code, relating to administrative costs of the veterinarian loan repayment program; to  
3 amend and reenact sections 43-29.1-01, 43-29.1-02, 43-29.1-03, 43-29.1-07, and 43-29.1-08 of  
4 the North Dakota Century Code, relating to the veterinarian loan repayment program; and to  
5 provide a continuing appropriation.

6 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

7 **SECTION 1. AMENDMENT.** Section 43-29.1-01 of the North Dakota Century Code is  
8 amended and reenacted as follows:

9 **43-29.1-01. Loan repayment program - Veterinarians - Maximum amount of funds.**

10 Each year the state health council, in consultation with the state board of animal health,  
11 ~~shall select from a pool of qualified applicants no more than three veterinarians who shall to~~  
12 participate in a loan repayment program, as provided for in this chapter. Each applicant must be  
13 a veterinarian and must agree to provide food animal veterinary medicine services to  
14 communities in this state. The veterinarians selected applicants are eligible to receive up to  
15 eighty thousand dollars in loan repayment funds. ~~If the state health council accepts any gifts,~~  
16 ~~grants, or donations under this chapter,~~ The number of applicants that the council may select  
17 ~~additional veterinarians for participation in the loan repayment program under is limited only by~~  
18 the moneys available to support the program, as provided for in this chapter.

19 **SECTION 2. AMENDMENT.** Section 43-29.1-02 of the North Dakota Century Code is  
20 amended and reenacted as follows:

21 **43-29.1-02. Loan repayment program - Veterinarians - Powers of state health council.**

22 The state health council may:

- 23 1. Determine the eligibility and qualifications of an applicant for loan repayment funds  
24 under this chapter.;

2. Identify communities that are in need of a veterinarian and establish a priority ranking for participation in the program by the selected communities-;
3. Create and distribute a loan repayment application-;
4. Determine the amount of the loan repayment funds for which ~~a veterinarian is an~~ applicant may be eligible under this chapter and, in making this determination, examine any outstanding education loans incurred by the applicant-;
5. Establish conditions regarding the use of the loan repayment funds-;
6. Enter a nonrenewable contract with the ~~veterinarian~~selected applicant and the selected community to provide to the ~~veterinarian~~applicant funds for the repayment of education loans in exchange for the ~~veterinarian~~applicant agreeing to actively practice in the selected community-;
7. Receive and use funds appropriated for the program-;
8. Enforce any contract under the program-;
9. Cancel a contract for reasonable cause-;
10. Participate in federal programs that support the repayment of education loans incurred by veterinarians and agree to the conditions of the federal programs-;
11. Accept property from an entity-; and
12. Cooperate with the state department of health to effectuate this chapter.

**SECTION 3. AMENDMENT.** Section 43-29.1-03 of the North Dakota Century Code is amended and reenacted as follows:

**43-29.1-03. Veterinarian selection criteria - Eligibility for loan repayment.**

1. In establishing the criteria regarding ~~a veterinarian's~~ eligibility for loan repayment funds under this chapter, the state health council shall consider the applicant's:
  - a. ~~Consider the veterinarian's training~~Training in food animal veterinary medicine, ability and, willingness of the ~~veterinarian~~ to engage in food animal veterinary medicine, and the extent to which such services are needed in a selected community-;
  - b. ~~Consider the veterinarian's commitment~~Commitment to serve in a community that is in need of a veterinarian-;
  - c. ~~Consider the compatibility of the veterinarian~~Compatibility with a selected community-;

- 1 d. ~~Consider the date by which the veterinarian would be available~~Date of availability  
2 for service to the selected community; ~~and~~  
3 e. ~~Consider the veterinarian's competence~~Competence and professional conduct.  
4 f. ~~Give priority to a veterinarian on whose behalf state-funded student support fees~~  
5 ~~have not been paid.~~  
6 2. ~~A veterinarian who is~~An applicant selected to receive loan repayment funds under this  
7 chapter must:  
8 a. ~~Must have~~Have graduated from an accredited college of veterinary medicine; and  
9 b. ~~Must be~~Be licensed to practice veterinary medicine in this state.  
10 3. ~~Veterinarians~~A selected applicant shall contract to provide full-time veterinary medicine  
11 services for two, three, or four years in one or more selected communities.

12 **SECTION 4. AMENDMENT.** Section 43-29.1-07 of the North Dakota Century Code is  
13 amended and reenacted as follows:

14 **43-29.1-07. Loan repayment.**

- 15 1. a. Upon completing six months of the first year of service, as required by the  
16 contract, the veterinarian is eligible to receive a loan payment in an amount up to  
17 fifteen thousand dollars.  
18 b. Upon completing a second year of service, as required by the contract, the  
19 veterinarian is eligible to receive a loan payment in an amount up to fifteen  
20 thousand dollars.  
21 c. Upon completing a third year of service, as required by the contract, the  
22 veterinarian is eligible to receive a loan payment in an amount up to twenty-five  
23 thousand dollars.  
24 d. Upon completing a fourth year of service, as required by the contract, the  
25 veterinarian is eligible to receive a loan payment in an amount up to twenty-five  
26 thousand dollars.  
27 2. All payments under this section must be made on the veterinarian's behalf to the  
28 issuer of the student loan. ~~No individual may~~  
29 3. A veterinarian is not entitled to receive more than eighty thousand dollars under this  
30 section.

1       4. If an individual fails to complete an entire year of service, the amount repayable under  
2       this section for that year must be prorated.

3       5. If any moneys remain in the state veterinary loan repayment account after the health  
4       council has met all statutory and contractual obligations established under this  
5       chapter, the health council may use the moneys to increase the number of  
6       veterinarians participating in the loan repayment program.

7       **SECTION 5. AMENDMENT.** Section 43-29.1-08 of the North Dakota Century Code is  
8       amended and reenacted as follows:

9       **43-29.1-08. Gifts, grants, and donations - Continuing appropriation.**

10      1. The state health council may accept any conditional or unconditional gifts, grants,  
11      ~~or~~ and donations for the purpose of providing ~~funds~~ moneys for the repayment of  
12      veterinarians' education loans. ~~If~~ However, if an entity desires to provide ~~funds~~ moneys  
13      to the state health council ~~to allow an expansion of the program beyond the three~~  
14      ~~veterinarians contemplated by this chapter~~ for the location of a veterinarian in or at a  
15      specific site, the entity shall commit to ~~fund fully the expansion~~ provide the full amount  
16      required under this program for a period of four years.

17      2. The state health council may contract with a public or private entity and may expend  
18      any moneys available to the council to obtain matching funds for the purposes of this  
19      chapter. ~~During the 2007-09 biennium, the state department of health may receive no~~  
20      ~~more than seven percent of the appropriated moneys and the state veterinarian may~~  
21      ~~receive no more than three percent of the appropriated moneys for administration of~~  
22      ~~the loan repayment program.~~

23      3. All moneys received as gifts, grants, or donations under this section are appropriated  
24      as on a continuing appropriation basis to the state health council for the purpose of  
25      ~~providing funds for the repayment of additional veterinarians' education~~  
26      ~~loans~~ increasing the number of veterinarians participating in the loan repayment  
27      program under this chapter.

28      **SECTION 6.** A new section to chapter 43-29.1 of the North Dakota Century Code is created  
29      and enacted as follows:

1       **Administrative costs - Allowable percentage.**

2       The state department of health may expend no more than seven percent of the  
3 appropriated moneys and the state veterinarian may expend no more than three percent of the  
4 appropriated moneys for administration of the veterinarian loan repayment program, in  
5 accordance with this chapter.