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SENATE BILL No. 713

August 31, 2005, Introduced by Senator BROWN and referred to the Committee on Appropriations.

A bill to establish a grant program to support sustained expansion of nursing school enrollment in this state; to provide for the administration of the grant program; and to prescribe certain powers and duties of certain state officers, agencies, and departments.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 1. This act shall be known and may be cited as the
"nursing school expansion act".

Sec. 2. As used in this act:

- (a) "Department" means the department of community health.
- (b) "Eligible institution" means a degree- or certificategranting public or independent nonprofit college or university, junior college, or community college in this state.

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- 1 (c) "Licensed practical nurse" means an individual licensed to
- 2 engage in the practice of nursing as a licensed practical nurse as
- 3 defined in section 17201 of the public health code, 1978 PA 368,
- 4 MCL 333.17201.
- 5 (d) "Nursing school" means a program for the training of
- 6 individuals to become registered nurses or licensed practical
- 7 nurses operated in this state by an eligible institution and
- 8 approved by the Michigan board of nursing.
- 9 (e) "Registered professional nurse" means that term as defined
- 10 in section 17201 of the public health code, 1978 PA 368, MCL
- **11** 333.17201.
- 12 Sec. 3. The nursing school grant program is created, to be
- 13 administered by the department. The department shall do all of the
- 14 following:
- 15 (a) Award grants to nursing schools pursuant to this act.
- 16 (b) Develop a form of grant application for use by a nursing
- 17 school seeking a grant under this act that contains the terms of
- 18 the grant and the rights and obligations of the nursing school if
- 19 it is awarded a grant.
- 20 (c) Conduct periodic audits of grant recipients to ensure
- 21 compliance with the terms of the grant and take necessary steps to
- 22 enforce the terms of the grant.
- 23 (d) Publicize the nursing school grant program.
- (e) Promulgate rules as necessary to implement this act
- 25 pursuant to the administrative procedures act of 1969, 1969 PA 306,
- 26 MCL 24.201 to 24.328. The rules may include additional standards of
- 27 eligibility for nursing schools to receive grants under this act.

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- 1 Sec. 4. (1) The department may award a grant under this act to
- 2 a nursing school determined by the department to meet all of the
- 3 following eligibility criteria:
- 4 (a) The nursing school is engaged in training of individuals
- 5 to become registered nurses or licensed practical nurses.
- **6** (b) The nursing school is operated in this state by an
- 7 eligible institution.
- 8 (c) The nursing school is approved by the Michigan board of
- 9 nursing.
- 10 (d) The nursing school has enrolled more students in the
- 11 academic year when the grant application is submitted than in the
- 12 previous academic year.
- (e) The nursing school has submitted a written grant
- 14 application to the department in the form established by the
- 15 department under section 3(b).
- 16 (f) The nursing school is in compliance with this act and the
- 17 rules promulgated under this act.
- 18 (g) The nursing school meets any other standards established
- 19 in rules promulgated by the authority under section 3.
- 20 (2) A grant awarded under this act shall not exceed either of
- 21 the following, whichever is less:
- 22 (a) An amount equal to \$7,500.00, multiplied by the increase
- 23 in student enrollment in the nursing school in the academic year
- 24 when it submits a grant application from the preceding academic
- **25** year.
- 26 (b) An aggregate amount of \$3,750,000.00.
- 27 (3) A nursing school may only submit 1 grant application in an

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- 1 academic year.
- 2 (4) A nursing school may only use money received under this
- 3 act for any of the following purposes:
- 4 (a) Employment of full-time and part-time faculty and support
- 5 personnel.
- 6 (b) Providing clinical supervision at hospitals and other
- 7 health care facilities.
- 8 (c) Purchasing instructional equipment, materials, supplies,
- 9 and software.
- 10 (d) Providing special preparation classes for nursing
- 11 graduates taking a state-approved licensing examination.
- 12 (e) Producing marketing and recruitment materials aimed at
- 13 attracting qualified students to the nursing school.
- 14 Sec. 5. (1) The department of treasury shall establish and
- 15 administer a restricted account in the general fund for the nursing
- 16 school grant program. The department of treasury shall credit to
- 17 the account money appropriated from the general fund or received
- 18 from any other source. The department of treasury shall use the
- 19 money in the account only to provide money to the department for
- 20 grants awarded under this act.
- 21 (2) Money in the account described in subsection (1) at the
- 22 end of a fiscal year shall not revert to the general fund but shall
- 23 be carried over in the account to the next fiscal year.