

Virginia Regulatory Town Hall

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Form: TH-03

Final Regulation Agency Background Document

Agency name	Virginia Department of Health
Virginia Administrative Code (VAC) citation	12VAC5-510
Regulation title	Regulations for General Assembly Nursing Scholarships
Action title	Amendments to establish a more comprehensive and up-to-date regulatory framework for administering the nursing scholarship program.
Date this document prepared	April 24, 2014

This information is required for executive branch review and the Virginia Registrar of Regulations, pursuant to the Virginia Administrative Process Act (APA), Executive Orders 14 (2010) and 58 (1999), and the Virginia Register Form, Style, and Procedure Manual.

Brief summary

Please provide a brief summary (no more than 2 short paragraphs) of the proposed new regulation, proposed amendments to the existing regulation, or the regulation proposed to be repealed. Alert the reader to all substantive matters or changes. If applicable, generally describe the existing regulation. Also, please include a brief description of changes to the regulation from publication of the proposed regulation to the final regulation.

Sections 23-35.9 through 23.35-13 of the Code of Virginia establish a Nursing Scholarship program and mandated a Nursing Scholarship Advisory Committee appointed by the State Board of Health provide scholarships to eligible applicants on an annual basis. The General Assembly Nursing Scholarship Program is intended to address the shortage of trained medical professionals in the Commonwealth

The General Assembly Nursing Scholarship Program has been in existence for over twenty years. Although the field of nursing has evolved since that time, the regulations have not kept up with these changes. Amendments are being proposed to ensure that this program is consistent with how the industry has evolved over time. The proposed amendments add sections pertaining to the administration of this program. These include sections pertaining to definitions, contract terms, reporting requirements, breach of contract, and waiver provisions. The new sections are comparable in nature and wording to regulations for similar programs and congruent with relevant sections of the Code of Virginia.

Statement of final agency action

Please provide a statement of the final action taken by the agency including (1) the date the action was taken, (2) the name of the agency or board taking the action, and (3) the title of the regulation.

The Final Regulations for Regulations for General Assembly Nursing Scholarships were approved by the Board of Health on June 5, 2014. Subsequent to the Board of Health approval, as part of the executive review process, the Office of the Attorney General recommended additional changes to the amendments. The changes consist of the addition of language more clearly defining the variance process, as well as minor changes to wording to increase clarity. The Commissioner approved the subsequent changes to the amendments while the Board of Health was not in session.

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Legal basis

Please identify the state and/or federal legal authority to promulgate this proposed regulation, including (1) the most relevant citations to the Code of Virginia or General Assembly chapter number(s), if applicable, and (2) promulgating entity, i.e., agency, board, or person. Your citation should include a specific provision authorizing the promulgating entity to regulate this specific subject or program, as well as a reference to the agency/board/person's overall regulatory authority.

Sections 23-35.9 through 23.35-13 of the Code of Virginia establish a Nursing Scholarship program and mandated a Nursing Scholarship Advisory Committee appointed by the State Board of Health provide scholarships to eligible applicants on an annual basis. Sections 23-35.9 through 23-35-13 define the procedures for administration of the Nursing Scholarship program, such as the composition of the Advisory Committee, the basis for awards, the requirement for a written contract etc. Item 289 Part B of the 2013 Appropriations Act mandates that the financial incentives established in §23-35.9 through 23-35.13 are awarded in accordance with regulations promulgated by the Board of Health.

Purpose

Please explain the need for the new or amended regulation. Describe the rationale or justification of the proposed regulatory action. Detail the specific reasons it is essential to protect the health, safety or welfare of citizens. Discuss the goals of the proposal and the problems the proposal is intended to solve.

Sections 23.35-9 through 23.35-13 of the Code of Virginia mandates the creation of a nursing scholarship program for part-time and full time students enrolled in undergraduate and graduate nursing programs. The intent of this regulatory action is to update the regulations. The intent of this regulatory action is to implement the program required by §§ 23-35.9 through 23-35.13 and address the shortage of trained medical professionals in the Commonwealth. The General Assembly Nursing Scholarship Program addresses the workforce shortage by providing financial assistance for education expenses for individuals who have been accepted for enrollment or are enrolled in an approved school of nursing in the Commonwealth of Virginia. Decreasing the workforce shortage of trained medical professionals in the Commonwealth helps protect the health of Virginians by increasing primary care services to underserved areas and populations.

Substance

Please identify and explain the new substantive provisions, the substantive changes to existing sections, or both where appropriate. A more detailed discussion is required under the "All changes made in this regulatory action" section.

Changes were made to the proposed regulations to add clarification to the final regulations and bring the regulatory chapter into conformity with other Virginia Department of Health Regulations. The following is a summary of the key provisions of the final regulations:

Definitions

Provides clarification on key or frequently used terms in the regulatory text.

Advisory Committee

Establishes that the Advisory Committee appointed pursuant to Va. Code § 23-35.9 shall make all scholarship awards.

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Eligibility

Provides requirements regarding Virginia residency, approved educational program enrollment, a 2.5 cumulative GPA in core nursing classes if already enrolled in a program, submission of a completed application, demonstrated financial need, and no active military obligation.

Conditions of Scholarships

Provides guidance and provisions on the contract requirements, calculation of the service obligation, terms of service, employment requirements, reporting, transfer of practice site, default, waiver, partial fulfillment, hardship and default payments.

Number of applications, Amounts of scholarships & How to apply

Provides information and provisions regarding applicant renewals, award amounts, location of application form and deadline dates for submission of applications.

Scholarship contract

Provides the requirements of the scholarship contract which must be entered into by scholarship recipients including the total amount of the award and the award period, agreement to pursue a LPN or RN degree, agreement to begin full time employment within 180 days after the recipient's graduation, agreement to comply with all reporting requirements, agreement to terms of service, signature of the applicant and the commissioner, and any other provisions the commissioner deems appropriate.

Practice Site Selection

Provides that recipients of a Nursing Scholarship shall perform their service obligation in a region of the Commonwealth with a critical shortage of nurses either a health professional shortage area or a medically underserved area. This provision also provides where recipients can locate maps of these areas.

Reporting Requirements

Provides information on the reporting requirements of scholarship participants including verification of employment once every six months and prompt notification in the event of the following changes: name, address, practice site, intention to fulfill service obligation, if the participant ceases to practice as a RN or LPN, or the recipient ceases or no longer intends to complete their nursing program.

Breach of Contract

Provides what circumstances may constitute a breach of contract including: failure to complete nursing studies, failure to complete the term of obligated service under the terms of the contract, falsification of information on the program application or other required documents, and the recipient being terminated for good cause by their employer. This provision also refers recipients to the process for making default payments in the event of breach of contract.

Deferment and waivers

This section provides the limited circumstances in which a recipient may receive a deferment, waiver or variance.

Issues

Please identify the issues associated with the proposed regulatory action, including:

- 1) the primary advantages and disadvantages to the public, such as individual private citizens or businesses. of implementing the new or amended provisions;
- 2) the primary advantages and disadvantages to the agency or the Commonwealth; and

3) other pertinent matters of interest to the regulated community, government officials, and the public. If there are no disadvantages to the public or the Commonwealth, please indicate.

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The primary advantage of the proposed regulatory action to the public will be an increase in the availability of adequate quality nursing care in health professional shortage areas and medically underserved areas in the Commonwealth. Further, facilities in these areas will be better positioned to retain qualified nurses because of the obligation created by accepting the scholarship funds. The Virginia Department of Health sees no disadvantage to the public, the agency or the Commonwealth associated with the proposed regulatory action.

Changes made since the proposed stage

In order to improve the clarity of final regulations the organization of certain sections of the regulatory chapter has been rearranged. Some other minor clarifying technical amendments have been made. No substantive changes have been made. These changes were approved by the Board of Health on June 5, 2014. Subsequent to the Board of Health approval, as part of the executive review process, the Office of the Attorney General recommended additional changes to the amendments. The changes consist of the addition of language more clearly defining the variance process, as well as minor changes to wording to increase clarity. The Commissioner approved the subsequent changes to the amendments while the Board of Health was not in session.

Section	Requirement at	What has changed	Rationale for change
number	proposed stage		
12VAC5-	Section 32.1-122.6:01 of	Sections 23-35.9 through 23-35.13	Removal of the
510-10	the Code of Virginia	of the Code of Virginia authorize	unnecessary Legislative
	provides the Board of	annual nursing scholarships for	Authority Section. Moved
	Health the authority to	students enrolled in undergraduate	the information regarding
	award certain nursing	and graduate nursing programs.	the advisory committee to
	scholarships and loan	Undergraduate nursing programs	Section 15 and moved
	repayment funds. Fee	are defined as those leading to an	definitions to this Section.
	requirements are specified	associate degree, diploma, or	This change brings the
	in § 54.1-3011.1 of the	baccalaureate degree in nursing.	format of these
	Code of Virginia. Section	Graduate nursing programs are	regulations more in line
	54.1-3011.2 of the Code of	those offering masters and doctoral	with other agency
	Virginia establishes the	degrees.	regulations. This creates
	nursing scholarship and		consistency across
	loan repayment fund.	Under the law, all scholarship	programs.
		awards are made by an Advisory	
	Sections 23-35.9 through	Committee appointed by the State	
	23-35.13 of the Code of	Board of Health. The Advisory	
	Virginia authorize annual	Committee consists of eight	
	nursing scholarships for	members: four deans or directors of	
	students enrolled in	schools of nursing, two former	
	undergraduate and	scholarship recipients, and two	
	graduate nursing	members with experience in the	
	programs. Undergraduate	administration of student financial	
	nursing programs are	aid programs. Committee	
	defined as those leading to	appointments are for two-year	
	an associate degree,	terms and members may not serve	
	diploma, or baccalaureate	for more than two successive	
	degree in nursing.	terms.	
	Graduate nursing		

programs are those offering masters and doctoral degrees.

All scholarship awards are made by an Advisory Committee appointed by the State Board of Health. The Advisory Committee consists of eight members: four deans or directors of schools of nursing or their designees, two former scholarship recipients, and two members with experience in the administration of student financial aid programs. Committee appointments are for two-year terms and members may not serve for more than two successive terms in addition to the portion of any unexpired term for which such a member was appointed. The State Board of Health shall schedule appointments to the Advisory Committee in such a manner that at least two persons who have not served during the previous two years are appointed to the Committee.

The Department of Health serves as the staff element to the Advisory Committee and plays no role in the determination of scholarship recipients.

Advisory Committee shall make the awards with due regard given to scholastic attainment, financial need, character, and adaptability to the nursing profession. With due consideration of the number of applications and the qualifications of all such applicants, the Advisory Committee will, so far as practical, award an equal number of

The Office of Public Health Nursing of the State Health Department serves as the staff element to the Advisory Committee and plays no role in the determination of scholarship recipients.

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The basis for determining scholarship recipients is established by the Advisory Committee with due regard given to scholastic attainment, financial need, character, and adaptability to the nursing profession.

The following words and terms when used in this chapter shall have the following meanings:

"Approved nurse education program" means an approved educational program pursuant to Chapter 30 (§ 54.1-3000 et. seq.) of Title 54.1.

"Board" or "Board of Health" means the State Board of Health.

"Commissioner" means the State Health Commissioner.

"Continuous" means no breaks in service greater than a period of six weeks.

"Department" means the Virginia Department of Health.

"Full-time" means at least 32 hours per week for 45 weeks per year.

"Interest" means the legal rate of interest pursuant to § 6.2-302 of the Code of Virginia.

"Licensed Practical Nurse" or "LPN" means a person who is licensed or holds a multistate licensure privilege under the provisions of Chapter 30 of Title 54.1 of the Code of Virginia to practice practical nursing, as defined in § 54.1-3000.

"Penalty" means twice the amount of all monetary payments to the scholarship participant, less any service obligation completed.

	scholarships among the various congressional districts within the Commonwealth.	"Recipient/participant" means an eligible LPN or RN of an approved nursing program who enters into a contract with the commissioner and participates in the scholarship program.	
		"Registered Nurse" or "RN" means a person who is licensed or holds a multistate licensure privilege under the provisions Chapter 30 of Title 54.1 of the Code of Virginia to practice professional nursing, as defined in § 54.1-3000.	
12VAC5- 510-15	The following words and terms when used in this chapter shall have the following meanings unless the context clearly indicates otherwise: "Board" or "Board of Health" means the State Board of Health. "Commissioner" means the State Health Commissioner.	The following words and terms when used in this chapter shall have the following meanings unless the context clearly indicates otherwise: "Board" or "Board of Health" means the State Board of Health. "Commissioner" means the State Health Commissioner. "Continuous" means that there are no breaks in service greater than a period of six weeks.	Moved the definition information to Section 10 and moved the information regarding the Advisory Committee to this section. This change brings the format of these regulations more in line with other similar agency regulations. This creates consistency across programs.
	"Continuous" means that there are no breaks in service greater than a period of six weeks. "Department" means the Virginia Department of Health.	"Department" means the Virginia Department of Health. "Full-time" means the equivalent of 32 or more hours per week for at least 45 weeks per year. "Interest" means the legal rate of	
	"Full-time" means the equivalent of 32 or more hours per week for at least 45 weeks per year. "Interest" means the legal rate of interest pursuant to the Code of Virginia. "Licensed Practical Nurse" or "LPN" means a nurse who has successfully completed a stateapproved practical nursing program, passed a licensing examination known as the NCLEX-PN, and is licensed by the Commonwealth of Virginia	interest means the regarrate of interest pursuant to the Code of Virginia. "Licensed Practical Nurse" or "LPN" means a nurse who has successfully completed a state-approved practical nursing program, passed a licensing examination known as the NCLEX-PN, and is licensed by the Commonwealth of Virginia to provide routine care under the supervision of a licensed medical practitioner, a professional registered nurse, or other licensed health professional authorized by regulations of the Board of Nursing. "Penalty" means the amount of money equal to twice the amount of	

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	to provide routine care under the supervision of a licensed medical practitioner, a professional registered nurse, or other licensed health professional authorized by regulations of the Board of Nursing.	all monetary payments to the scholarship recipient, less any service obligation completed. "Practice" means the provision of direct patient care as an LPN or RN in a region of the Commonwealth of Virginia with a critical shortage of nurses.	
	"Penalty" means the amount of money equal to twice the amount of all monetary payments to the scholarship recipient, less any service obligation	"Recipient" means a student in an LPN or RN program who enters into a contract with the Board of Health and participates in the scholarship program.	
	"Practice" means the provision of direct patient care as an LPN or RN in a region of the Commonwealth of Virginia with a critical shortage of nurses.	"Registered Nurse" or "RN" means a nurse who has graduated from an approved nursing program, passed the national licensing examination known as the NCLEX-RN, and has been licensed to practice as a registered nurse by the Board of Nursing in the Commonwealth of Virginia. All scholarship awards	
	"Recipient" means a student in an LPN or RN program who enters into a contract with the Board of Health and participates in the scholarship program.	shall be made by an Advisory Committee appointed pursuant to Va. Code § 23-35.9.	
	"Registered Nurse" or "RN" means a nurse who has graduated from an approved nursing program, passed the national licensing examination known as the NCLEX-RN, and has been licensed to practice as a registered nurse by the Board of Nursing in the Commonwealth of Virginia.		
12VAC5- 510-20	In order to be considered for a General Assembly Nursing Scholarship, applicants must meet the following criteria: 1. Be eligible for in-state tuition pursuant to § 23-7.4 of the Code of Virginia at the time a scholarship is	In order to be considered for a General Assembly Nursing Scholarship, an applicants must meet the following criteria shall: 1. Be a United States citizen, national, or qualified alien pursuant to U.S.C. §1621; 2. 4. Be a bona fide resident of the State of Virginia by being	Insertion of clarifying language that brings these regulations in conformity with similar agency regulations.

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	awarded.	domiciled in the Commonwealth	
	2 De seconted er envelled	for at least one year eligible for in-	
	2. Be accepted or enrolled	state tuition pursuant to § 23-7.4 of	
	in a school of nursing in the Commonwealth of	the Code of Virginia at the time a	
	Virginia which is approved	scholarship is awarded as defined	
	by the Board of Nursing.	by § 23-7.4 of the Code of Virginia;	
	by the Board of Naroling.	2 3. Be accepted for enrollment or	
	3. If already enrolled in a	enrolled in a an approved nurse	
	nursing program, the	education program school of	
	applicant must	nursing in the Commonwealth of	
	demonstrate a cumulative	Virginia preparing him for	
	grade point average of at	examination for licensure as a	
	least 2.5.	practical nurse or registered nurse;	
	4 Submit a completed	which is approved by the State	
	4. Submit a completed application form and	Board of Nursing.	
	appropriate grade	2.4 If already appelled in a con	
	transcript to the	3 4. If already enrolled in a an	
	department prior to the	approved nurse education program	
	published deadline dates.	in the Commonwealth of Virginia, the applicant must demonstrate a	
	•	cumulative grade point average of	
	5. Demonstrate financial	at least 2.5 in core nursing classes;	
	need which is verified by	at least 2.5 in core nuising classes,	
	the Financial Aid	4-5. Submit a completed application	
	Officer/authorized person.	form and appropriate grade	
	Failure to comply with all of	transcript the department prior to	
	these criteria will cause the	the published established deadline	
	applicant to be ineligible for	dates;	
	a scholarship.	5 6. Demonstrate financial need	
	о солошенир	which is verified by the Financial	
		Aid Officer/authorized person	
		school's financial aid	
		officer/authorized person as part of	
		the application process; and	
		and approacion process, and	
		7. Not have an active military	
		obligation.	
		Failure to comply with all of these	
		requirements will cause the	
		applicant to be ineligible for a	
		scholarship.	
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		An applicant who fails to meet all of	
		these requirements shall be	
		ineligible for a scholarship	
12VAC5-	The scholarship recipient	The scholarship recipient agrees to	These changes rearrange
510-30	agrees to engage in a term	engage in a term of service	the wording of the section
	of service involving	involving continuous full time	to achieve additional
	continuous full-time	nursing practice in a region of the	clarity.
	nursing practice in a region	Commonwealth with a critical	
	of the Commonwealth with	shortage of nurses. The maximum	
	a critical shortage of	award amounts and terms of	
	nurses. The maximum	service are determined as per §§	

award amounts and terms of service are determined as per §§ 23-35.9 and 23-35.11 of the Code of Virginia. Employment must begin within 180 days of the recipient's graduation date. Time spent in an "oncall" status shall not be counted toward the number of hours worked per week. Voluntary military service, even if stationed in Virginia, cannot be used to repay the service obligation. If the recipient begins employment at a practice site, but that employment is later terminated, the recipient must transfer to another approved practice site in the Commonwealth within 90 days of termination.

23-35.9 and 23-35.11 of the Code of Virginia. Employment must begin within 180 days of the recipient's graduation date. Time spent in an "on-call" status shall not be counted toward the number of hours worked per week. Voluntary military service, even if stationed in Virginia, cannot be used to repay the service obligation. If the recipient begins employment at a practice site, but that employment is later terminated, the recipient must transfer to another approved practice site in the Commonwealth within 90 days of termination.

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A. Prior to becoming a participant in the General Assembly Nursing Scholarship program, the applicant shall enter into a contract with the commissioner agreeing to the terms and conditions upon which the scholarship is granted.

B. For each \$2,000 of scholarship money received, the participant agrees to engage in the equivalent of one year of full-time nursing practice in a region with a critical shortage of nurses in the Commonwealth. The recipient shall notify the department, within 180 days of being awarded a nursing diploma or degree, of the type of nursing practice to be performed and give the name and address of the employer for approval. Voluntary military service, even if stationed in Virginia, cannot be used to repay the service obligation required when a scholarship is awarded.

The participant may request approval of a change of practice site. Such requests shall be made in writing. The department in its discretion may approve such a request.

C. If a participant fails to complete his studies, the full amount of the scholarships or scholarships received, plus the applicable interest charge, shall be repaid. A

		recipient may terminate a contract while enrolled in school after notice to the board and upon repayment within 90 days of the entire amount of the scholarship plus interest. D. If upon graduation a participant leaves the Commonwealth or fails to engage or ceases to engage in nursing practice in a region with a critical shortage of nurses in the Commonwealth before all employment conditions of the scholarship award are fulfilled, the participant shall repay the award amount reduced by the proportion of obligated years served plus the applicable interest and penalty.	
		E. All default payments shall be made payable to the Commonwealth of Virginia.	
12VAC5- 510-40	Scholarships are awarded for single academic years. However, the same student may, after demonstrating satisfactory progress in his studies, apply for and receive scholarship awards for any succeeding academic year or years. No student may receive scholarships for more than a total of four years.	Scholarships are-shall be awarded for single academic years. However, the same student may, after demonstrating satisfactory progress in his studies, which is demonstrated by a cumulative grade point average of 2.5 in core nursing classes, apply for and receive scholarship awards for-any a succeeding academic year or years. No student-may shall receive scholarships for more than a total of four years.	Minor clarifying language.
12VAC5- 510-50	The amount of each scholarship award is dependent upon the amount of money appropriated by the General Assembly and the number of qualified applicants. No recipient shall receive an award for less than \$150.	The amount number of each scholarships awarded is shall be dependent upon the amount of money appropriated by the General Assembly, the amount of the funds available within the Nursing Scholarship and Loan Repayment Fund administered by the Board of Nursing pursuant to § 54.1-3011.2 of the Code of Virginia, and the number of qualified applicants. No Each recipient shall receive an award for of less than \$150\$2,000 per year.	Minor clarifying language.
12VAC5- 510-60	Applications and guidelines are made available to all prospective students online through the department's	Applications and guidelines are made available to all prospective students online through the department's website.	Rewording of the section. This language brings the section more in line with other agency regulations. These changes are

	website.	Eligible applicants shall submit a complete application made available by the department on the department's website. A complete application shall include documentation of all eligibility requirements. The deadline for submission of the application shall be announced by the department on the department's website.	clarifying and not substantive in nature.
12VAC5- 510-80	Applicants selected to receive scholarship awards by the Advisory Committee must sign and return a written contract to the department by the specified deadline date. Failure to return the contract by the specified deadline date may result in the award being rescinded. At minimum, the scholarship contract shall include the following elements: 1. Agreement with the total amount of the award and the award period. 2. Agreement to pursue an LPN or RN degree in nursing at a school of nursing in the Commonwealth of Virginia that is approved by the Board of Nursing. 3. Agreement to begin continuous full-time employment within 180 days of the recipient's graduation. 4. Agreement to comply with all reporting requirements. 5. Agreement with the terms of service requiring continuous full-time nursing practice in the Commonwealth for a specified period of time and the terms and conditions associated with	Applicants selected to receive scholarship awards by the Advisory Committee must-shall sign and return a written contract to the department by the specified deadline date. Failure to return the contract by the specified deadline date may result in the award being rescinded. At minimum, the scholarship contract shall include the following elements: 1. Agreement with-The total amount of the award and the award period; 2. Agreement to pursue an LPN or RN degree in nursing at a school of nursing in the Commonwealth of Virginia that is approved by the Board of Nursing; 3. Agreement to begin continuous full-time employment in a region with a critical shortage of nurses in the Commonwealth within 180 days of the recipient's graduation; 4. Agreement to comply with all reporting requirements; 5. Agreement to the terms of service requiring continuous full-time nursing practice in the Commonwealth for a specified period of time and the terms and conditions associated with a breach of contract; 6. Signature of the applicant; 7. Signature of the commissioner or his designee; and 8. Other provisions as the commissioner may deem	Minor technical edits and insertion of clarifying language.

	a breach of contract.	appropriate.	
	A recipient may terminate a contract while enrolled in school after notice to the board and upon repayment within 90 days of the entire amount of the scholarship plus interest.	A recipient may terminate a contract while enrolled in school after notice to the board and upon repayment within 90 days of the entire amount of the scholarship plus interest.	
12VAC5- 510-85	N/A	Each recipient shall perform his service obligation in a region with a critical shortage of nurses in the Commonwealth. A recipient shall perform his service obligation at a practice site in either a health professional shortage area or a medically underserved area. Maps of health professional shortage areas and medically underserved areas shall be available on the department's website.	The insertion of this section clarifies where recipients of the Nursing Scholarship must perform their obligated service.
12VAC5- 510-90	Monitoring of the service obligation of recipients shall be conducted on an ongoing basis by the department. The recipient shall permit the nursing school to provide information regarding enrollment status and progress in the program. The recipient shall notify the department, within 180 days of being awarded a nursing diploma or degree, of the type of nursing practice to be performed and give the name and address of the employer for approval. The recipient shall submit to the department verification of employment documentation every four months until the contract obligation has been completely fulfilled. The recipient shall maintain practice records	Monitoring of the service obligation of recipients shall be conducted on an ongoing basis by the department. The recipient shall permit the nursing school to provide information regarding enrollment status and progress in the program. The recipient shall notify the department, within 180 days of being awarded a nursing diploma or degree, of the type of nursing practice to be performed and give the name and address of the employer for approval. The recipient shall submit to the department verification of employment documentation every four months until the contract obligation has been completely fulfilled. The recipient shall maintain practice records in a manner that will allow the department to readily determine compliance with the terms and conditions of the contract. Each participant shall provide	Removal of unnecessary language. Insertion of minor clarifying language.

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	in a manner that will allow the department to readily determine compliance with the terms and conditions of the contract. The recipient shall notify the department in writing within 30 days of any of the following events: 1. Recipient changes name; 2. Recipient changes address; 3. Recipient changes nursing program; 4. Recipient changes practice site; 5. Recipient no longer intends to fulfill service obligation as a nurse in the Commonwealth; or 6. Recipient ceases to practice as an RN or LPN.	information as required by the department to verify compliance with all requirements of the nursing scholarship program (e.g., verification of employment by submitting a Verification of Employment form once every six months). The recipient shall notify the department in writing within 30 days if any of the following events occur: 1. Recipient changes name; 2. Recipient changes address; 3. Recipient changes nursing program; 4. Recipient changes practice site (Recipient is required to request in writing and obtain prior approval of changes in practice site.); 5. Recipient no longer intends or is unable to fulfill service obligation as a nurse in the Commonwealth; 6. Recipient ceases to practice as an RN or LPN; or 7. Recipient ceases or no longer intends to complete his nursing program.	
12VAC5- 510-100	The following are the conditions that constitute a breach of contract: 1. The recipient fails to complete his nursing studies. 2. The recipient fails to begin or complete the term of obligated service within the time frames as specified in the scholarship contract. 3. The recipient falsifies or misrepresents information on the program application, the verification of employment forms, or	The following are the conditions that may constitute a breach of contract: 1. The recipient fails to complete his nursing studies; 2. The recipient fails to begin or complete the term of obligated service under the terms and conditions of the scholarship contract; 3. The recipient falsifies or misrepresents information on the program application, the verification of employment forms, or other required documents; and or 4. The recipient's employment being is terminated for good cause	Removal of unnecessary language. The process for payment of default payments is covered in 12VAC5-510-30 so the repetitive language was eliminated from this section. Wording changed from "and" to "or" to clarify that any one of the enumerated circumstances may constitute a breach of contract

other required documents.

confirmed by the department. If In the event of a breach of employment is terminated for contract where the reasons beyond the participant's recipient fails to complete control (e.g., closure of site), the his nursing studies, the participant must shall transfer to recipient shall reimburse another site approved by the board the Commonwealth of in the Commonwealth within six Virginia for the total months of termination. Failure of amount of the scholarship participant to transfer to another award, plus interest. site shall be deemed to be a breach of the contract. In the event of a breach of contract where the In the event of a breach of contract recipient fails to begin or where the recipient fails to complete the term of complete his nursing studies, the obligated service within the recipient shall reimburse the time frames as specified in Commonwealth of Virginia for the the scholarship contract, total amount of the scholarship the recipient shall award, plus interest. reimburse the Commonwealth of Virginia In the event of a breach of contract for the total amount of the where the recipient fails to begin or scholarship, plus penalty complete the term of obligated and interest. service within the time frames as specified in the scholarship In the event of a breach of contract, the recipient shall contract where the reimburse the Commonwealth of recipient has partially Virginia for the total amount of the fulfilled their obligation, the scholarship, plus penalty and total amount of interest. reimbursement shall be prorated by the proportion In the event of a breach of contract of obligation completed. and in accordance with the terms of the contract, the recipient shall make default payments as described in 12VAC5-510-30. In the event of a breach of contract where the recipient has partially fulfilled their obligation, the total amount of reimbursement shall be prorated by the proportion of obligation completed. 12VAC5-The requirement for A. The requirement for continuous Wording changed to 510-110 continuous engagement in engagement in full-time nursing better state the variance full-time nursing practice practice may be deferred by the process and brings the may be deferred by the board if the scholarship recipient language into conformity board if the scholarship requests a deferment to pursue a with other similar agency recipient requests a more advanced degree in nursing regulations. deferment to pursue a or a nursing-related field an more advanced degree in undergraduate or graduate degree in nursing or related to nursing nursing or a nursingrelated field. This activities. This deferment, if deferment, if granted, shall granted, shall not relieve the not relieve the recipient of recipient of the responsibility to

as determined by the employer and

the responsibility to complete the remaining portion of the obligation upon completion of the advanced nursing degree.

If the recipient is in default due to death or permanent disability, the obligation to reimburse the Commonwealth of Virginia for the total amount of the scholarship award plus interest may be partially or completely waived by the board upon application of the recipient or the recipient's estate to the board.

Other individual situations involving severe hardship may be considered by the board for deferment of the service obligation or partial or total waiver of the repayment obligation. Deferment and waiver requests will not be permitted as a matter of course, but may be allowed in the most compelling cases.

All requests for deferments or waivers must be submitted in writing to the department for consideration and final disposition by the Advisory Committee or the board.

complete the remaining portion of the obligation upon completion of the advanced nursing degree.

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B. If the participant is in default due to death or permanent disability the obligation to reimburse the Commonwealth of Virginia for the total amount of the scholarship award plus interest may be partially or completely waived by the board upon application of the recipient or the recipient's estate to the board. so as not to be able to engage in nursing practice in a region with a critical shortage of nurses in the Commonwealth, the participant or his personal representative may be relieved of his obligation under the contract to engage in nursing practice, upon repayment of the total amount of scholarship received plus applicable interest. For participants completing part of the nursing obligation prior to becoming permanently disabled or in the event of death, the total amount of scholarship funds owed shall be reduced by the proportion of obligated years served. The obligation to make restitution may be waived by the board upon application of the participant or the participant's personal representative to the board.

Other individual situations involving severe hardship may be considered by the board for deferment of the service obligation or partial or total waiver of the repayment obligation. Deferment and waiver requests will not be permitted as a matter of course, but may be allowed in the most compelling cases.

C. Individual cases of undue hardship may be considered by the board for a variance by the board of payment or service, pursuant to § 32.1-12 of the Code of Virginia, if it finds compliance with the applicable service requirements or default repayment would pose an undue hardship on the recipient-

D. All requests for defer waivers or variances in submitted in writing to department for consider final disposition by the Committee or board.	must be the leration and
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Public comment

Please summarize all comments received during the public comment period following the publication of the proposed stage, and provide the agency response. If no comment was received, please so indicate.

The Virginia Department of Health conducted a 60 day public comment period from July 15, 2013 until September 13th, 2013. No public comment was received.

All changes made in this regulatory action

Please list all changes that are being proposed and the consequences of the proposed changes. Describe new provisions and/or all changes to existing sections.

Current	Proposed	Current requirement	Proposed change and rationale
section number	new section number, if		
Humber	applicable		
12VAC5- 510-10 - Legislative Authority	12VAC5-510- 10 - Definitions	Sections 23-35.9 through 23-35.13 of the Code of Virginia authorize annual nursing scholarships for students enrolled in undergraduate and graduate nursing programs. Undergraduate nursing programs are defined as those leading to an associate degree, diploma, or baccalaureate degree in nursing. Graduate nursing programs are those offering masters and doctoral degrees.	Sections 23-35.9 through 23-35.13 of the Code of Virginia authorize annual nursing scholarships for students enrolled in undergraduate and graduate nursing programs. Undergraduate nursing programs are defined as those leading to an associate degree, diploma, or baccalaureate degree in nursing. Graduate nursing programs are those offering masters and doctoral degrees.
		Under the law, all scholarship awards are made by an Advisory Committee appointed by the State Board of Health. The Advisory Committee consists of eight members: four deans or directors of schools of nursing, two former scholarship recipients, and two members with experience in the administration of student financial aid programs. Committee appointments are for two-year terms and members may not serve for more than two successive	Under the law, all scholarship awards are made by an Advisory Committee appointed by the State Board of Health. The Advisory Committee consists of eight members: four deans or directors of schools of nursing, two former scholarship recipients, and two members with experience in the administration of student financial aid programs. Committee appointments are for two-year terms and members may not serve for more than two successive

terms.

The Office of Public Health Nursing of the State Health Department serves as the staff element to the Advisory Committee and plays no role in the determination of scholarship recipients.

The basis for determining scholarship recipients is established by the Advisory Committee with due regard given to scholastic attainment, financial need, character, and adaptability to the nursing profession.

terms.

The Office of Public Health Nursing of the State Health Department serves as the staff element to the Advisory Committee and plays no role in the determination of scholarship recipients.

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The basis for determining scholarship recipients is established by the Advisory Committee with due regard given to scholastic attainment, financial need, character, and adaptability to the nursing profession.

The following words and terms when used in this chapter shall have the following meanings:

"Approved nurse education program" means an approved educational program pursuant to Chapter 30 (§ 54.1-3000 et. seq.) of Title 54.1.

"Board" or "Board of Health" means the State Board of Health.

"Commissioner" means the State Health Commissioner.

"Continuous" means no breaks in service greater than a period of six weeks.

"Department" means the Virginia Department of Health.

"Full-time" means at least 32 hours per week for 45 weeks per year.

"Interest" means the legal rate of interest pursuant to § 6.2-302 of the Code of Virginia.

"Licensed Practical Nurse" or "LPN" means a person who is licensed or holds a multistate licensure privilege under the provisions of Chapter 30 of Title 54.1 of the Code of Virginia to practice practical nursing, as defined in § 54.1-3000.

"Penalty" means twice the amount of all monetary payments to the scholarship participant, less any service obligation completed.

"Recipient/participant" means an

			eligible LPN or RN of an approved nursing program who enters into a contract with the commissioner and participates in the scholarship program. "Registered Nurse" or "RN" means a person who is licensed or holds a multistate licensure privilege under the provisions Chapter 30 of Title 54.1 of the Code of Virginia to practice professional nursing, as defined in § 54.1-3000. Rationale: Removal of the unnecessary Legislative Authority Section. Moved the information regarding the advisory committee to Section 15 and moved definitions to this Section. This change brings the format of these regulations more in line with other agency regulations.
N/A	12VAC5-510- 15- Advisory Committee	N/A	This creates consistency across programs. All scholarship awards shall be made by an Advisory Committee appointed pursuant to Va. Code § 23-35.9.
			Rationale: Moved the information regarding the Advisory Committee to this section. This change brings the format of these regulations more in line with other agency regulations. This creates consistency across programs.
12VAC5- 510-20- Eligibility.	12VAC5-510- 20- Eligibility.	In order to be considered for a General Assembly Nursing Scholarship, applicants must meet the following criteria:	In order to be considered for a General Assembly Nursing Scholarship, an applicants must meet the following criteria shall:
		Be a resident of the State of Virginia for at least one year.	1. Be a United States citizen, national, or qualified alien pursuant to U.S.C. §1621;
		2. Be accepted or enrolled in a school of nursing in the State of Virginia which is approved by the State Board of Nursing. The only exception is for students pursuing graduate degrees not offered in the Commonwealth.	2. 1. Be a bona fide resident of the State of Virginia by being domiciled in the Commonwealth for at least one year as defined by § 23-7.4 of the Code of Virginia;
		3. If already enrolled in a nursing program, the applicant must demonstrate a cumulative grade point average of at least 2.5.	2 3. Be accepted for enrollment or enrolled in a an approved nurse education program school of nursing in the State Commonwealth of Virginia preparing him for

		4. Submit a completed application form and appropriate grade transcript to the Office of Public Health Nursing prior to the established deadline dates. 5. Demonstrate financial need which is verified by the Financial Aid Officer/authorized person. FAILURE TO COMPLY WITH ALL OF THESE CRITERIA WILL CAUSE THE APPLICANT TO BE INELIGIBLE FOR A SCHOLARSHIP.	examination for licensure as a practical nurse or registered nurse; which is approved by the State Board of Nursing. The only exception is for students pursuing graduate degrees not offered in the Commonwealth. 3 4. If already enrolled in -a an approved nurse nursing education program in the Commonwealth of Virginia, the applicant must demonstrate a cumulative grade point average of at least 2.5 in core nursing classes.
		INCERCIBLE FOR A CONCEARCHM.	4 <u>5</u> . Submit a completed application form and appropriate grade transcript to the Office of Public Health Nursing prior to the established deadline dates :
			5 <u>6</u> . Demonstrate financial need which is verified by the Financial Aid Officer/authorized person school's financial aid officer/authorized person as part of the application process; and
			7. Not have an active military obligation.
			FAILURE TO COMPLY WITH ALL OF THESE CRITERIA WILL CAUSE THE APPLICANT TO BE INELIGIBLE FOR A SCHOLARSHIP.
			An applicant who fails to meet all of these requirements shall be ineligible for a scholarship.
			Rationale: Insertion of clarifying language that brings these regulations in conformity with current practice and other agency regulations.
12VAC5- 510-30 - Conditions of scholarships	12VAC5-510- 30 - Conditions of scholarships	It is important that all applicants fully understand the conditions of acceptance of a General Assembly Nursing Scholarship. These awards are not outright gifts. For each \$100 of scholarship money received, the recipient agrees to engage in full-time (40 hours per week) nursing practice in the Commonwealth for one month. Therefore, if a student receives \$500 in scholarship awards, they must	It is important that all applicants fully understand the conditions of acceptance of a General Assembly Nursing Scholarship. These awards are not outright gifts. For each \$100 of scholarship money received, the recipient agrees to engage in full-time (40 hours per week) nursing practice in the Commonwealth for one month. Therefore, if a student receives \$500 in scholarship awards, they must

repay that amount by working continuously for 5 months. Full-time employment must begin within 60 days of the recipient's graduation date. Voluntary military service, even if stationed in Virginia, cannot be used to repay scholarship awards.

If a scholarship recipient fails to complete their studies, or engage in full-time nursing practice in Virginia, the full amount of money represented in the scholarship(s) received, plus an annual interest charge, must be refunded.

If a recipient leaves the State, or ceases to engage in full-time nursing practice before all employment conditions of the scholarship award are fulfilled, the recipient must repay the balance on his/her account plus an annual interest charge.

All refund checks should be made payable to the Commonwealth of Virginia and mailed to:

Office of Public Health Nursing

State Health Department

1500 East Main Street

Suite 227

Richmond, Virginia 23219

Before any scholarship is awarded, the applicant must sign a written contract agreeing to the terms established by law and the Advisory Committee. repay that amount by working continuously for 5 months. Full-time employment must begin within 60 days of the recipient's graduation date. Voluntary military service, even if stationed in Virginia, cannot be used to repay scholarship awards.

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If a scholarship recipient fails to complete their studies, or engage in full-time nursing practice in Virginia, the full amount of money represented in the scholarship(s) received, plus an annual interest charge, must be refunded.

If a recipient leaves the State, or ceases to engage in full-time nursing practice before all employment conditions of the scholarship award are fulfilled, the recipient must repay the balance on his/her account plus an annual interest charge.

All refund checks should be made payable to the Commonwealth of Virginia and mailed to:

Office of Public Health Nursing

State Health Department

1500 East Main Street

Suite 227

Richmond, Virginia 23219

Before any scholarship is awarded, the applicant must sign a written contract agreeing to the terms established by law and the Advisory Committee.

A. Prior to becoming a participant in the General Assembly Nursing Scholarship program, the applicant shall enter into a contract with the commissioner agreeing to the terms and conditions upon which the scholarship is granted.

B. For each \$2,000 of scholarship money received, the participant agrees to engage in the equivalent of one year of full-time nursing practice in a region with a critical shortage of nurses in the Commonwealth. The

			recipient shall notify the department, within 180 days of being awarded a nursing diploma or degree, of the type of nursing practice to be performed and give the name and address of the employer for approval. Voluntary military service, even if stationed in Virginia, cannot be used to repay the service obligation required when a scholarship is awarded. The participant may request approval of a change of practice site. Such requests shall be made in writing. The department in its discretion may approve such a request. C. If a participant fails to complete his studies, the full amount of the scholarships or scholarships received, plus the applicable interest charge, shall be repaid. A recipient may terminate a contract while enrolled in school after notice to the board and upon repayment within 90 days of the entire amount of the scholarship plus interest. D. If upon graduation a participant leaves the Commonwealth or fails to engage or ceases to engage in nursing practice in a region with a critical shortage of nurses in the Commonwealth before all employment conditions of the scholarship award are fulfilled, the participant shall repay the award amount reduced by the proportion of obligated years served plus the applicable interest and penalty. E. All default payments shall be made payable to the Commonwealth of Virginia. Rationale: These changes rearrange the language of the section and update the regulations to bring the regulations in line with current practice and other agency
12VAC5- 510-40.	12VAC5-510- 40. Number	Scholarships are awarded for single academic years. However, the same	regulations. These changes are clarifying in nature. Scholarships are shall be awarded for single academic years. However, the same student may, after

Number of applications per student.	of applications per student.	student may, after demonstrating satisfactory progress in his/her studies, apply for and receive scholarship awards for any succeeding academic year or years. No student may receive scholarships for more than a total of five years.	demonstrating satisfactory progress in his/her his studies, which is demonstrated by a cumulative grade point average of 2.5 in core nursing classes, apply for and receive scholarship awards for-any a succeeding academic year or years. No student may shall receive scholarships for more than a total of five four years. Rationale: Minor clarifying language which brings the regulations in conformity with current practice and other agency regulations. Primarily elaborating the requirements for an
12VAC5- 510-50- Amounts of scholarships.	12VAC5-510- 50- Amounts of scholarships.	The amount of each scholarship award is dependent upon the amount of money appropriated by the General Assembly and the number of qualified applicants. No recipient will receive an award for less than one hundred and fifty dollars. Graduate nursing scholarships may not exceed four thousand dollars annually.	applicant's renewal of scholarship. The amount number of each scholarships awarded is shall be dependent upon the amount of money appropriated by the General Assembly, the amount of the funds available within the Nursing Scholarship and Loan Repayment Fund administered by the Board of Nursing pursuant to § 54.1-3011.2 of the Code of Virginia, and the number of qualified applicants. No Each recipient will shall receive an award for of less than one hundred and fifty dollars \$2,000 per year Graduate nursing scholarships may not exceed four thousand dollars annually. Rationale: Minor clarifying language which brings the regulations in conformity with current practice and other agency regulations. Primarily noting the maximum award amount and another source of funding for the Nursing Scholarship Program.
12VAC5- 510-60 - How to apply.	12VAC5-510- 60 - How to apply.	Applications and Guidelines are available from the Dean/Director of your school or from the Financial Aid Office. If a student is pursuing a graduate degree not available in Virginia, applications may be obtained directly from the Office of Public Health Nursing, State Health Department, 1500 East Main Street, Suite 227, Richmond, VA 23219.	Applications and Guidelines are available from the Dean/Director of your school or from the Financial Aid Office. If a student is pursuing a graduate degree not available in Virginia, applications may be obtained directly from the Office of Public Health Nursing, State Health Department, 1500 East Main Street, Suite 227, Richmond, VA 23219. Eligible applicants shall submit a

						by the odepartrapplica documorequire submisannour departrapplica Rationa section regulat	te application in department on ment's website. Ition shall incluse entation of all ements. The desion of the application of th	the A code de ligibadiration d	omplete ility ne for ion sha nent on brings t ther ag is inten	ell be the he ency
12VAC5- 510-70 - Deadline dates	N/A	Applications will not be the Office of Public He more than 6 months ir following deadline date	ealth adv	Nursin	g	the Offi more th	itions will not b ice of Public Ho nan 6 months in ng deadline dat	ealth n ad	- Nursin	ig
		March 15 - for student enrolled in schools of					15 - for studen d in schools of		•	
		June 15 - for new stud		_	ng	June 15 - for new students entering nursing programs.			ng	
		nursing programs. APPLICATIONS AND	/OP				CATIONS AND			ED.
		TRANSCRIPTS RECE 5:00 PM ON THE ABO WILL NOT BE CONSI	EIVE DVE DEF	D AFT DATES RED FO	S	5:00 PI WILL N	SCRIPTS REC W ON THE AB IOT BE CONS ARSHIP AWA	OVE IDEF	DATE:	S
		FLOW CHART OF RESPONSIBILITIES) .			/ CHART OF ONSIBILITIES	;		
		D - Dean or Director				D - D(ean or Director			
		FAO - Financial Aid (Offic	er		FAO-	Financial Aid	Offic	er	
		S-R - Student-Recipi	ent			S-R-	Student-Recip	ient	ı	
		RESPONSIBILITY	D	FAO	S- R	RESP	ONSIBILITY	Đ	FAO	S- R
		Distribute applications & Guidelines to those students who otherwise could not provide sufficient funds for themselves while in school.	X	X		Guide studer otherv provide funds	ations & lines to those nts who vise could not le sufficient for selves while in	X	×	-
		Maintain supply of	Х				ain supply of nt scholarship	X	=	-

current scholarship applications and guidelines. Notify the Office of Public Health Nursing when applications are needed. Make certain all parts of the			Х	applications and guidelines. Notify the Office of Public Health Nursing when applications are needed. Make certain all parts of the application are	-	-	×
application are completed, including the Financial Aid Officer/Authorized Person and Dean/Director signatures.				completed, including the Financial Aid Officer/Authorized Person and Dean/Director signatures.			<u> </u>
Be certain that a current transcript of grades (high school, or college if now attending) is sent to the Office of Public Health Nursing when applying for a scholarship (original and repeat requests) before deadline dates.			X	Be certain that a current transcript of grades (high school, or college if now attending) is sent to the Office of Public Health Nursing when applying for a scholarship (original and repeat requests) before deadline dates.	-		*
Review entire Section V Financial Data of application. Review whatever school records are accessible to determine the individual applicant's assets and expenditures.	*	Κ		Review entire Section V Financial Data of application. Review whatever school records are accessible to determine the individual applicant's assets and expenditures.	-	*	-
Recommend amount of scholarship to be awarded. Should there be a conflict between the student's request and the Financial Aid Officer's/Authorized Person's opinion of	×	K		Recommend amount of scholarship to be awarded. Should there be a conflict between the student's request and the Financial Aid Officer's/Authorized Person's opinion of the amount that is	-	X	-

the amount that is needed, an explanation should be included.				Ш	needed, an explanation should be included.			
Review the completed application form before affixing the signature thereby indicating:	Х			1 4	Review the completed application form before affixing the signature thereby indicating:	×	-	-
A. The applicant has properly completed the application form.					A. The applicant has properly completed the application form.	-	-	_
B. The Financial Aid Officer has verified proof of need.					- B. The Financial Aid Officer has verified proof of need.	-	-	-
C. The applicant's entrance and graduation dates are correct.				-	- C. The applicant's entrance and graduation dates are correct.	-	-	-
D. The school of nursing is recommending the applicant for a scholarship based upon potential nursing ability.				-	D. The school of nursing is recommending the applicant for a scholarship based upon potential nursing ability.	-	-	-
Furnish whatever pertinent data that would be helpful to the scholarship committee when making the awards.	X	X	X	1 4	Furnish whatever pertinent data that would be helpful to the scholarship committee when making the awards.	X	×	×
Forward the completed and signed application to the Office of Public Health Nursing before deadline dates.			X	4 4 1 1	Forward the completed and signed application to the Office of Public Health Nursing before deadline dates.	-	-	X
Submit a transcript of grades to the			Х	(Submit a transcript of grades to the Office of Public	-	-	X

Office of Public Health Nursing at the end of each grading period during scholarship year. Notify the Office of Public Health Nursing when student-recipient fails, transfers or withdraws from the school.	X	X	Health Nursing at the end of each grading period during scholarship year. Notify the Office of Public Health Nursing when student-recipient fails, transfers or withdraws from the school.	×	-	×
Notify the Office of Public Health Nursing when student-recipient graduation date is changed.	X	X	Notify the Office of Public Health Nursing when student-recipient graduation date is changed.	×	-	×
Notify the Office of Public Health Nursing when there is a change in recipient's name and/or address		Х	Notify the Office of Public Health Nursing when there is a change in recipient's name and/or address	-	1	×
Upon graduation, notify the Office of Public Health Nursing of plans for employment and beginning date of employment.		X	Upon graduation, notify the Office of Public Health Nursing of plans for employment and beginning date of employment.	-	-	*
Submit verification of employment to Office of Public Health Nursing at least every 6 months until work obligation is fulfilled.		X	Submit verification of employment to Office of Public Health Nursing at least every 6 months until work obligation is fulfilled.	_	-	X
		·	Rationale: Repeal of t deadline dates shall b Department's website in 12VAC5-510-60. T program more fluidity require a regulation ch changes to the deadlin necessary from year to	e po which his a and nang nes a	sted or ch is no allows th will not e when are	the ted ne

N/A	12VAC5-510-80. Scholarship contract.	N/A	Applicants selected to receive scholarship awards by the Advisory Committee shall sign and return a written contract to the department by the specified deadline date. Failure to return the contract by the specified deadline date may result in the award being rescinded. At minimum, the scholarship contract shall include the following elements: 1. The total amount of the award and the award period; 2. Agreement to pursue an LPN or RN degree in nursing at a school of nursing in the Commonwealth of Virginia that is approved by the Board of Nursing; 3. Agreement to begin continuous full-time employment within 180 days of the recipient's graduation; 4. Agreement to comply with all reporting requirements; 5. Agreement to the terms of service requiring continuous full-time nursing practice in the Commonwealth for a specified period of time and the terms and conditions associated with a breach of contract; 6. Signature of the applicant; 7. Signature of the commissioner or his designee; and 8. Other provisions as the commissioner may deem appropriate.
			his designee; and 8. Other provisions as the commissioner may deem
			Rationale: Creation of a new section to lay out the requirements of the scholarship contract. This section not only reiterates language regarding the contract found in the Code of Virginia, but provides greater detail regarding the structure and content of the contract. This leads to greater clarity and transparency of the regulations.
N/A	12VAC5-510- 85. Practice Site	N/A	Each recipient shall perform his service obligation in a region with a critical shortage of nurses in the

	Selection.		Commonwealth. A recipient shall perform his service obligation at a practice site in either a health professional shortage area or a medically underserved area. Maps of health professional shortage areas and medically underserved areas shall be available on the department's website. Rationale: The insertion of this section clarifies where recipients of the Nursing Scholarship must perform
			their obligated service. The addition of this section leads to greater clarity and transparency of the regulations.
N/A	12VAC5-510- 90 Reporting requirements.	N/A	Each participant shall provide information as required by the department to verify compliance with all requirements of the nursing scholarship program (e.g., verification of employment by submitting a Verification of Employment form once every six months).
			The recipient shall notify the department in writing within 30 days if any of the following events occur:
			1. Recipient changes name:
			2. Recipient changes address;
			3. Recipient changes nursing program;
			4. Recipient changes practice site (Recipient is required to request in writing and obtain prior approval of changes in practice site.);
			5. Recipient no longer intends or is unable to fulfill service obligation as a nurse in the Commonwealth;
			6. Recipient ceases to practice as an RN or LPN; or
			7. Recipient ceases or no longer intends to complete his nursing program.
			Rationale: The insertion of this section clarifies what the reporting requirements of recipients of the Nursing Scholarship. The reporting requirements will provide the

			framework for program
			administration, ensuring that
			scholarship recipients are in
			compliance with program
			requirements. The addition of this
			section leads to greater clarity and
			transparency of the regulations.
N/A	12VAC5-510-	N/A	The following may constitute a breach
	100- Breach		of contract:
	of contract.		1 The reginient fails to complete his
			1. The recipient fails to complete his
			nursing studies;
			2. The recipient fails to begin or
			complete the term of obligated
			service under the terms and
			conditions of the scholarship contract;
			conditions of the scholarship contract,
			3. The recipient falsifies or
			misrepresents information on the
			program application, the verification
			of employment forms, or other
			required documents; or
			required documents, or
			4. The recipient's employment is
			terminated for good cause as
			determined by the employer and
			confirmed by the department. If
			employment is terminated for reasons
			beyond the participant's control (e.g.,
			closure of site), the participant shall
			transfer to another site approved by
			the board in the Commonwealth
			within six months of termination.
			Failure of participant to transfer to
			another site shall be deemed to be a
			breach of the contract.
			In the event of a breach of contract
			and in accordance with the terms of
			the contract the recipient shall make
			default payments as described in
			12VAC5-510-30. In the event of a
			breach of contract where the recipient
			has partially fulfilled his obligation, the
			total amount of reimbursement shall
			be prorated by the proportion of
			obligation completed.
			Rationale: The insertion of this
			section clarifies what actions qualify
			as a breach of contract of the Nursing
			Scholarship Program. The addition of
			this section leads to greater clarity
			and transparency of the regulations.

N/A	12VAC5-510-	N/A	A. The requirement for continuous
IN/A	110.	IN/A	engagement in full-time nursing
			practice may be deferred by the
	<u>Deferment</u>		board if the scholarship recipient
	and waivers.		requests a deferment to pursue an
			undergraduate or graduate degree in
			nursing or related to nursing
			activities. This deferment, if granted,
			shall not relieve the recipient of the
			responsibility to complete the
			remaining portion of the obligation
			upon completion of the degree.
			B. If the participant is in default due to
			death or permanent disability so as
			not to be able to engage in nursing
			practice in a region with a critical
			shortage of nurses in the
			Commonwealth, the participant or his
			personal representative may be
			relieved of his obligation under the
			contract to engage in nursing
			practice, upon repayment of the total
			amount of scholarship received plus
			applicable interest. For participants
			completing part of the nursing
			obligation prior to becoming
			permanently disabled or in the event
			of death, the total amount of
			scholarship funds owed shall be
			reduced by the proportion of
			obligated years served. The
			obligation to make restitution may be
			waived by the board upon application
			of the participant or the participant's
			personal representative to the board.
			C. Individual cases may be
			considered by the board for a
			variance of payment or service,
			pursuant to § 32.1-12 of the Code of
			Virginia, if it finds compliance with the
			applicable service requirements or
			default repayment would pose an
			undue hardship on the recipient.
			D. All requests for defense sets
			D. All requests for deferments,
			waivers or variances must be
			submitted in writing to the department
			for consideration and final disposition
			by the board.
			Rationale: Currently there are no
			waiver provisions and recipients who
			encounter hardship and cannot fulfill
			their obligations automatically go into
			their obligations automatically go into

	default status. The program will be more flexible and work with recipients and their families to allow them to defer repayment obligations and/or waive requirements of the contract in the event of unanticipated life events such as disability and death.

Town Hall Agency Background Document