FIRST ENGROSSMENT

Sixty-third Legislative Assembly of North Dakota

ENGROSSED HOUSE BILL NO. 1204

Introduced by

Representatives Nathe, Kreun, Schatz, Streyle, Sukut, Thoreson, Williams Senators Flakoll, Hogue, Lyson, Poolman

- 1 A BILL for an Act to create and enact six new sections to chapter 15-10 of the North Dakota
- 2 Century Code, relating to the provision of matching grants for the advancement of
- 3 postsecondary academics; to provide an appropriation; to provide for a legislative management
- 4 report; and to provide an expiration date.

5 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

6 SECTION 1. A new section to chapter 15-10 of the North Dakota Century Code is created
7 and enacted as follows:

| 8 | <u>Advan</u> | <u>cement</u> | <u>of aca</u> | demics | - Mato | <u>hing g</u> | grants - I | <u>Univers</u> | ity of N | lorth D | akota | and No | orth |
|---|--------------|---------------|---------------|--------|--------|---------------|------------|----------------|----------|---------|-------|--------|------|
| 9 | Dakota sta | ate unive | ersity. | | | | | | | | | | |
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| 10 | <u>1.</u> | <u>a.</u> | During the period beginning July 1, 2013, and ending December 31, 2014, the |
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| 11 | | | state board of higher education shall award one dollar in matching grants for |
| 12 | | | every two dollars raised by the institutional foundations of the university of North |
| 13 | | | Dakota and North Dakota state university for projects dedicated exclusively to the |

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| 15 | <u>b.</u> | To be eligible for a matching grant, an institution must demonstrate that: |
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| <u>(1)</u> | Its foundation has raised at least fifty thousand dollars in cash or monetary |
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| | pledges for a qualifying project; and |

| <u>(2)</u> | The project has been approved by the grant review committee established |
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| | in section 4 of this Act. |

- 20 <u>c.</u> The board may award up to ten million dollars in matching grants to each
 21 <u>institution.</u>
- 2. a. If any available dollars have not been awarded by the board before January 1,
 23 2015, in accordance with subsection 1, either the university of North Dakota or
 24 North Dakota or the subsection 1 and the subsection
- 24 North Dakota state university may apply for an additional matching grant.

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| 1 | <u>b.</u> | An application submitted under this subsection must meet the same criteria as an |
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| 2 | | original application. |
| 3 | <u>C.</u> | The board shall consider each application submitted under this subsection in |
| 4 | | chronological order. |
| 5 | <u>d.</u> | If the remaining dollars are insufficient to provide a matching grant in the amount |
| 6 | | of one dollar for every two dollars raised by the institutional foundation, the board |
| 7 | | shall award a lesser amount. |
| 8 | SECTIO | DN 2. A new section to chapter 15-10 of the North Dakota Century Code is created |
| 9 | and enacte | d as follows: |
| 10 | Advan | cement of academics - Matching grants - Two-year and four-year institutions of |
| 11 | <u>higher edu</u> | cation. |
| 12 | <u>1.</u> <u>a.</u> | During the period beginning July 1, 2013, and ending December 31, 2014, the |
| 13 | | state board of higher education shall award one dollar in matching grants for |
| 14 | | every two dollars raised by the institutional foundations of Bismarck state college, |
| 15 | | Dakota college at Bottineau, Dickinson state university, Lake Region state |
| 16 | | college, Mayville state university, Minot state university, North Dakota state |
| 17 | | college of science, Valley City state university, and Williston state college for |
| 18 | | projects dedicated exclusively to the advancement of academics. |
| 19 | <u>b.</u> | To be eligible for a matching grant, an institution must demonstrate that: |
| 20 | | (1) Its foundation has raised at least twenty-five thousand dollars in cash or |
| 21 | | monetary pledges for a qualifying project; and |
| 22 | | (2) The project has been approved by the grant review committee established |
| 23 | | in section 4 of this Act. |
| 24 | <u>C.</u> | The board may award up to one million dollars in matching grants to each |
| 25 | | institution. |
| 26 | <u>2. a.</u> | If any available dollars have not been awarded by the board before January 1, |
| 27 | | 2015, in accordance with subsection 1, any institution listed in subsection 1 may |
| 28 | | apply for an additional matching grant. |
| 29 | <u>b.</u> | An application submitted under this subsection must meet the same criteria as an |
| 30 | | original application. |

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| 1 | | <u>C.</u> | The board shall consider each application submitted under this subsection in |
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| 2 | | | chronological order. |
| 3 | | <u>d.</u> | If the remaining dollars are insufficient to provide a matching grant in the amount |
| 4 | | | of one dollar for every two dollars raised by the institutional foundation, the board |
| 5 | | | shall award a lesser amount. |
| 6 | SEC | TION | 3. A new section to chapter 15-10 of the North Dakota Century Code is created |
| 7 | and ena | cted | as follows: |
| 8 | Liab | ility | for pledged amount. |
| 9 | <u>lf the</u> | e stat | e board of higher education provides grant funds under this Act to an institution on |
| 10 | the basis | s of a | monetary pledge and if the amount forthcoming is less than the amount pledged, |
| 11 | the instit | ution | al foundation is liable to the institution for any shortfall. |
| 12 | SEC | TION | 1 4 . A new section to chapter 15-10 of the North Dakota Century Code is created |
| 13 | and ena | cted | as follows: |
| 14 | <u>Gra</u> | nt rev | view committee. |
| 15 | <u>1.</u> | <u>The</u> | re is created a grant review committee consisting of: |
| 16 | | <u>a.</u> | The governor, or the governor's designee, who shall serve as the chairman; |
| 17 | | <u>b.</u> | Two members of the house of representatives appropriations committee, |
| 18 | | | selected by the majority leader of the house of representatives; |
| 19 | | <u>C.</u> | Two members of the senate appropriations committee selected by the majority |
| 20 | | | leader of the senate; and |
| 21 | | <u>d.</u> | Two members appointed by the governor, with the consent of the legislative |
| 22 | | | management. |
| 23 | <u>2.</u> | <u>The</u> | gubernatorial appointees must have an understanding of higher education's role |
| 24 | | <u>in a</u> | dvancing agriculture, the arts, commerce and finance, manufacturing, mineral |
| 25 | | <u>extr</u> | action, natural resources, and the professions. |
| 26 | <u>3.</u> | <u>The</u> | grant review committee shall establish its rules of operation and procedure and |
| 27 | | <u>sha</u> | Il develop and publish the criteria upon which all requests for matching grants will |
| 28 | | <u>be r</u> | eviewed. |
| 29 | <u>4.</u> | <u>A re</u> | quest for a matching grant must be presented to the committee by the president of |
| 30 | | <u>the</u> | institution. The president may be accompanied by other individuals having an |
| 31 | | <u>exp</u> | ertise with respect to the project. |

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| 1 | SECTION 5. A new section to chapter 15-10 of the North Dakota Century Code is created |
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| 2 | and enacted as follows: |
| 3 | Grant review committee - Compensation. |
| 4 | Each member of the grant review committee is entitled to receive compensation in the |
| 5 | amount of one hundred thirty-five dollars per day plus reimbursement for expenses as provided |
| 6 | by law for state officers if the member is attending meetings or performing duties directed by the |
| 7 | committee. The compensation provided for in this section may not be paid to any member of the |
| 8 | committee who receives a salary or other compensation as an employee or official of this state |
| 9 | if the individual is serving on the committee by virtue of the individual's state office or state |
| 10 | employment. |
| 11 | SECTION 6. A new section to chapter 15-10 of the North Dakota Century Code is created |
| 12 | and enacted as follows: |
| 13 | Definition. |
| 14 | For purposes of this Act, projects dedicated to the advancement of enhanced academics |
| 15 | include investments in research, scholarship, technology, endowed chairs, and investments in |
| 16 | educational infrastructure, not to include new capital construction projects. |
| 17 | - SECTION 7. APPROPRIATION. There is appropriated out of any moneys in the general |
| 18 | fund in the state treasury, not otherwise appropriated, the sum of \$30,000,000, or so much of |
| 19 | the sum as may be necessary, to the state board of higher education for the purpose of |
| 20 | providing matching grants for projects dedicated exclusively to the advancement of |
| 21 | postsecondary academics, for the biennium beginning July 1, 2013, and ending June 30, 2015. |
| 22 | SECTION 7. REPORT. Before October 1, 2014, the state board of higher education shall |
| 23 | provide a report to the legislative management regarding the number of matching grants that |
| 24 | were sought, the number that were awarded, and the manner in which the grants were used. |
| 25 | SECTION 8. EXPIRATION DATE. This Act is effective through June 30, 2015, and after that |
| 26 | date is ineffective. |