

**FIRST ENGROSSMENT  
with House Amendments**

Sixty-first  
Legislative Assembly  
of North Dakota

**ENGROSSED SENATE BILL NO. 2225**

Introduced by

Senators Stenehjem, O'Connell

Representatives Boucher, Carlson

(At the request of the Governor)

1 A BILL for an Act to create and enact a new subsection to section 10-30.5-02 of the North  
2 Dakota Century Code, relating to the North Dakota development fund; to amend and reenact  
3 subsection 1 of section 6-09.14-01 of the North Dakota Century Code, relating to eligibility  
4 under the partnership in assisting community expansion program; to establish a grant program  
5 for early childhood facilities; to provide a report to the budget section; to provide an  
6 appropriation; and to provide an expiration date.

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

8 **SECTION 1. AMENDMENT.** Subsection 1 of section 6-09.14-01 of the North Dakota  
9 Century Code is amended and reenacted as follows:

10 1. "Business" means a corporation, limited liability company, partnership, individual,  
11 or association providing child care or involved in manufacturing, processing,  
12 value-added processing, and targeted industries as defined by the Bank of North  
13 Dakota.

14 **SECTION 2.** A new subsection to section 10-30.5-02 of the North Dakota Century  
15 Code is created and enacted as follows:

16 Moneys in the development fund may be used to provide financing to early  
17 childhood facilities licensed under chapter 50-11.1. Moneys also may be used to  
18 make grants or loans to match grants or loans made by county-authorized or  
19 city-authorized development corporations, job development authorities created  
20 under chapter 11-11.1 or 40-57.4, and regional planning councils for acquiring,  
21 leasing, or remodeling of real estate facilities or for acquiring equipment for  
22 establishing or expanding a licensed early childhood facility. The corporation may  
23 not award more than half of the amount of the funds appropriated to provide  
24 financing under this subsection to nonprofit early childhood facilities and public

1           early childhood facilities. An award under this subsection may not exceed one  
2           hundred thousand dollars per award.

3           **SECTION 3. DEPARTMENT OF COMMERCE - GRANTS FOR CHILD CARE**

4     **PROVIDERS.** During the biennium beginning July 1, 2009, and ending June 30, 2011, the  
5 department of commerce shall establish and implement a grant program to provide matching  
6 grants to North Dakota child care providers. A recipient of a grant under this section shall use  
7 the grant funds for technical assistance, which may include the development of a business  
8 plan. To receive a grant under this section, an applicant shall establish the applicant has  
9 available \$1 of matching funds for every \$3 of grant funds. The matching funds must be in  
10 cash and may come from private or public sources, or from a combination of private and public  
11 sources. A grant awarded under this section may not exceed \$10,000 per recipient. The  
12 department may not award more than half of the amount of the funds appropriated for grants  
13 under this program to nonprofit early childhood facilities and public early childhood facilities.

14           **SECTION 4. REPORT TO THE BUDGET SECTION.** The department of commerce  
15 shall report to the budget section during the second quarter of calendar year 2010 on the status  
16 of the financing provided to child care providers under section 2 of this Act and the grants to  
17 child care providers under section 3 of this Act.

18           **SECTION 5. APPROPRIATION.** There is appropriated out of any moneys in the  
19 general fund in the state treasury, not otherwise appropriated, the sum of \$1,250,000, or so  
20 much of the sum as may be necessary, to the department of commerce for deposit in the North  
21 Dakota development fund for the purpose of providing financing to child care providers, for the  
22 biennium beginning July 1, 2009, and ending June 30, 2011.

23           **SECTION 6. APPROPRIATION.** There is appropriated out of any moneys in the  
24 general fund in the state treasury, not otherwise appropriated, the sum of \$500,000, or so much  
25 of the sum as may be necessary, to the department of commerce for the purpose of providing  
26 child care provider grants under section 3 of this Act, for the biennium beginning July 1, 2009,  
27 and ending June 30, 2011.

28           **SECTION 7. EXPIRATION DATE.** Sections 1 and 2 of this Act are effective through  
29 July 31, 2011, and after that date are ineffective.