SECOND ENGROSSMENT

Sixty-fourth Legislative Assembly of North Dakota

REENGROSSED HOUSE BILL NO. 1151

Introduced by

Representatives Nathe, Beadle, Dockter, Dosch, Owens

Senators Armstrong, Flakoll, Holmberg

- 1 A BILL for an Act to amend and reenact sections 15-10-48, 15-10-49, 15-10-50, 15-10-51,
- 2 15-10-52, and 15-10-53 of the North Dakota Century Code, relating to matching grants for the
- 3 advancement of academics at institutions of higher education; to provide for a legislative
- 4 <u>management study;</u> and to provide an appropriation.

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

6 SECTION 1. AMENDMENT. Section 15-10-48 of the North Dakota Century Code is

7 amended and reenacted as follows:

| 8 | 15-1 | 0-48 | . (Eff | ective through J | une 30, 2015) Advancen | ent of academics - Matching |
|----|----------|------|-------------------|-------------------------------|---|---------------------------------------|
| 9 | grants - | Univ | versi | ty of North Dako | ta and North Dakota sta | e university. |
| 10 | 1. | a. | Dur | ing the period bec | ginning July 1, 2013<u>2015</u>, | and ending December 31, |
| 11 | | | 201 | 4 <u>2016,</u> the state b | board of higher education | shall award one dollar in matching |
| 12 | | | grai | nts for every two o | dollars raised by the institu | itional foundations of the university |
| 13 | | | of N | Jorth Dakota and | North Dakota state univer | sity for projects dedicated |
| 14 | | | exc | lusively to the adv | ancement of academics. | |
| 15 | | b. | To b | be eligible for a ma | atching grant, an institutio | n must demonstrate that: |
| 16 | | | (1) | Its foundation ha | as raised at least fifty thou | sand dollars in cash or monetary |
| 17 | | | | pledges for a qu | alifying project; and | |
| 18 | | | (2) | The project has | been approved by the gra | int review committee established |
| 19 | | | | in section 15-10 | -51. | |
| 20 | | C. | The | board may aware | d up to ten<u>five</u> million dolla | ars in matching grants to each |
| 21 | | | inst | itution. | | |
| 22 | 2. | a. | lf ar | ny available dollar | s have not been awarded | by the board before January 1, |
| 23 | | | 201 | 5 2017, in accorda | ance with subsection 1, eit | her the university of North Dakota |
| 24 | | | or N | lorth Dakota state | e university may apply for | an additional matching grant. |
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| 1 | | b. | An application submitted under this subsection must meet the same criteria as an |
|----|-----------|-------------|---|
| 2 | | | original application. |
| 3 | | C. | The board shall consider each application submitted under this subsection in |
| 4 | | | chronological order. |
| 5 | | d. | 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 | <u>3.</u> | <u>The</u> | state board of higher education shall forward retain up to one-quarter of one |
| 9 | | perc | ent of any grant awarded under this section to the office of the governor, to assist |
| 10 | | <u>with</u> | administrative expenses incurred in the grant review process. |
| 11 | SEC | | 12. AMENDMENT. Section 15-10-49 of the North Dakota Century Code is |
| 12 | amende | d and | reenacted as follows: |
| 13 | 15-1 | 0-49. | (Effective through June 30, 2015) Advancement of academics - Matching |
| 14 | grants - | Two | -year and four-year institutions of higher education. |
| 15 | 1. | a. | During the period beginning July 1, 2013 2015, and ending December 31, |
| 16 | | | 20142016, the state board of higher education shall award one dollar in matching |
| 17 | | | grants for every two dollars raised by the institutional foundations of Bismarck |
| 18 | | | state college, Dakota college at Bottineau, Dickinson state university, Lake |
| 19 | | | Region state college, Mayville state university, Minot state university, North |
| 20 | | | Dakota state college of science, Valley City state university, and Williston state |
| 21 | | | college for projects dedicated exclusively to the advancement of academics. |
| 22 | | b. | To be eligible for a matching grant, an institution must demonstrate that: |
| 23 | | | (1) Its foundation has raised at least twenty-five thousand dollars in cash or |
| 24 | | | monetary pledges for a qualifying project; and |
| 25 | | | (2) The project has been approved by the grant review committee established |
| 26 | | | in section 15-10-51. |
| 27 | | C. | The board may award up to one million dollars in matching grants to each |
| 28 | | | institution. |
| 29 | 2. | a. | If any available dollars have not been awarded by the board before January 1, |
| 30 | | | 20152017, in accordance with subsection 1, any institution listed in subsection 1 |
| 31 | | | may apply for an additional matching grant. |

| 1 | | b. | An application submitted under this subsection must meet the same criteria as an | | | |
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| 2 | | | original application. | | | |
| 3 | | C. | The board shall consider each application submitted under this subsection in | | | |
| 4 | | | chronological order. | | | |
| 5 | | d. | 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 | <u>3.</u> | <u>The</u> | state board of higher education shall forward retain up to one-quarter of one | | | |
| 9 | | perc | ent of any grant awarded under this section to the office of the governor, to assist | | | |
| 10 | | <u>with</u> | administrative expenses incurred in the grant review process. | | | |
| 11 | SEC | | 3. AMENDMENT. Section 15-10-50 of the North Dakota Century Code is | | | |
| 12 | amended and reenacted as follows: | | | | | |
| 13 | 15-10-50. (Effective through June 30, 2015) Liability for pledged amount. | | | | | |
| 14 | If in accordance with section 15-10-48 or 15-10-49, the state board of higher education | | | | | |
| 15 | provides grant funds under sections 15-10-48 through 15-10-53 to an institution <u>,</u> on the basis of | | | | | |
| 16 | a monetary pledge, and if the amount forthcoming is less than the amount pledged, the | | | | | |
| 17 | institutional foundation is liable to the institution for any shortfall. | | | | | |
| 18 | SECTION 4. AMENDMENT. Section 15-10-51 of the North Dakota Century Code is | | | | | |
| 19 | amended and reenacted as follows: | | | | | |
| 20 | 15-1 | 0-51 | . (Effective through June 30, 2015) Grant review committee. | | | |
| 21 | 1. | The | re is created a grant review committee consisting of: | | | |
| 22 | | a. | The governor, or the governor's designee, who shall serve as the chairman; | | | |
| 23 | | b. | Two members of the house of representatives appropriations committee, | | | |
| 24 | | | selected by the majority leader of the house of representatives; | | | |
| 25 | | C. | Two members of the senate appropriations committee, selected by the majority | | | |
| 26 | | | leader of the senate; | | | |
| 27 | | d. | Two members appointed by the governor, with the consent of the legislative | | | |
| 28 | | | management; and | | | |
| 29 | | e. | Two members appointed by the state board of higher education, with the consent | | | |
| 30 | | | of the legislative management. | | | |

| 1 | 2. | The gubernatorial appointees must have an understanding of higher education's role | | | | | |
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| 2 | | in advancing agriculture, the arts, commerce and finance, manufacturing, mineral | | | | | |
| 3 | | extraction, natural resources, and the professions. | | | | | |
| 4 | 3. | The grant review committee shall establish its rules of operation and procedure and | | | | | |
| 5 | | shall develop and publish the criteria upon which all requests for matching grants will | | | | | |
| 6 | | be r | be reviewed. | | | | |
| 7 | 4. | a. A request for a matching grant mustmay be presented to the committee by the | | | | | |
| 8 | | | (1) | The president of the institution. The president; or | | | |
| 9 | | | <u>(2)</u> | A designee of the president. | | | |
| 10 | | <u>b.</u> | <u>Eith</u> | er presenter may be accompanied by other individuals having an expertise | | | |
| 11 | | | with | respect to the project. | | | |
| 12 | | <u>C.</u> | <u>lf th</u> | e request is to be presented by a designee of a president, the designee must | | | |
| 13 | | provide to the committee a written statement signed by the president and | | | | | |
| 14 | | | <u>cert</u> | ifying that the president has full knowledge of all aspects of the request, as it | | | |
| 15 | | | <u>is p</u> | resented. | | | |
| 16 | SECTION 5. AMENDMENT. Section 15-10-52 of the North Dakota Century Code is | | | | | | |
| 17 | amended and reenacted as follows: | | | | | | |
| 18 | 15-10-52. (Effective through June 30, 2015) Grant review committee - Compensation. | | | | | | |
| 19 | Each member of the grant review committee is entitled to receive compensation in the | | | | | | |
| 20 | amount of one hundred thirty-five dollars per day plus reimbursement for expenses as provided | | | | | | |
| 21 | by law for state officers if the member is attending meetings or performing duties directed by the | | | | | | |
| 22 | committee. The compensation provided for in this section may not be paid to any member of the | | | | | | |
| 23 | committee who receives a salary or other compensation as an employee or official of this state | | | | | | |
| 24 | if the individual is serving on the committee by virtue of the individual's state office or state | | | | | | |
| 25 | employment. | | | | | | |
| 26 | SECTION 6. AMENDMENT. Section 15-10-53 of the North Dakota Century Code is | | | | | | |
| 27 | amended and reenacted as follows: | | | | | | |
| 28 | 15-1 | 0-53 | . (Eff | ective through June 30, 2015) Definition. | | | |
| 29 | For | purpo | oses | of sections 15-10-48 through 15-10-52, projects dedicated to the | | | |
| 30 | advancement of enhanced academics include investments in research, scholarships, | | | | | | |
| 31 | technology, endowed chairs, and investments in educational infrastructure, includingbut exclude | | | | | | |

scholarships intended solely for the benefit of athletics, campus facility repair projects, and new
capital construction projects that conform with the university system campus master plan and
space utilization study.
SECTION 7. LEGISLATIVE MANAGEMENT STUDY. During the 2015-2016 interim, the

5 legislative management shall consider studying the provision of matching grants to institutions 6 of higher education, as set forth in sections 15-10-48 through 15-10-53 of the North Dakota 7 Century Code, for the purposes of ensuring that the statutory parameters provide sufficient 8 direction, provide flexibility to accommodate changing circumstances and needs, and ultimately 9 enable the delivery of the greatest possible benefits to the students attending institutions of 10 higher education in this state. The legislative management shall report its findings and 11 recommendations, together with any legislation required to implement the recommendations, to 12 the sixty-fifth legislative assembly. 13 SECTION 8. APPROPRIATION - STATE BOARD OF HIGHER EDUCATION. There is 14 appropriated out of any moneys in the general fund in the state treasury, not otherwise 15 appropriated, the sum of \$19,000,000, or so much of the sum as may be necessary, to the state 16 board of higher education for the purpose of awarding matching grants for the advancement of

- 17 academics at institutions of higher education under the control of the board, for the biennium
- 18 beginning July 1, 2015, and ending June 30, 2017. The funding provided in this section is
- 19 considered a one-time funding item.