

Sixty-third
Legislative Assembly
of North Dakota

REENGROSSED 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 for a legislative management report; and to provide an
4 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 **Advancement of academics - Matching grants - University of North Dakota and North**
9 **Dakota state university.**

- 10 1. a. During the period beginning July 1, 2013, and ending December 31, 2014, the
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
14 advancement of academics.
- 15 b. To be eligible for a matching grant, an institution must demonstrate that:
16 (1) Its foundation has raised at least fifty thousand dollars in cash or monetary
17 pledges for a qualifying project; and
18 (2) The project has been approved by the grant review committee established
19 in section 4 of this Act.
- 20 c. The board may award up to ten million dollars in matching grants to each
21 institution.
- 22 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 state university may apply for an additional matching grant.

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

10 **Advancement of academics - Matching grants - Two-year and four-year institutions of**
11 **higher education.**

- 12 1. a. 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 b. 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 c. The board may award up to one million dollars in matching grants to each
25 institution.
- 26 2. a. 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 b. An application submitted under this subsection must meet the same criteria as an
30 original application.

- 1 c. The board shall consider each application submitted under this subsection in
2 chronological order.
- 3 d. 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 **SECTION 3.** A new section to chapter 15-10 of the North Dakota Century Code is created
7 and enacted as follows:

8 **Liability for pledged amount.**

9 If the state board of higher education provides grant funds under this Act to an institution on
10 the basis of a monetary pledge and if the amount forthcoming is less than the amount pledged,
11 the institutional foundation is liable to the institution for any shortfall.

12 **SECTION 4.** A new section to chapter 15-10 of the North Dakota Century Code is created
13 and enacted as follows:

14 **Grant review committee.**

- 15 1. There is created a grant review committee consisting of:
- 16 a. The governor, or the governor's designee, who shall serve as the chairman;
17 b. Two members of the house of representatives appropriations committee,
18 selected by the majority leader of the house of representatives;
19 c. Two members of the senate appropriations committee selected by the majority
20 leader of the senate; and
21 d. Two members appointed by the governor, with the consent of the legislative
22 management.
- 23 2. The gubernatorial appointees must have an understanding of higher education's role
24 in advancing agriculture, the arts, commerce and finance, manufacturing, mineral
25 extraction, natural resources, and the professions.
- 26 3. The grant review committee shall establish its rules of operation and procedure and
27 shall develop and publish the criteria upon which all requests for matching grants will
28 be reviewed.
- 29 4. A request for a matching grant must be presented to the committee by the president of
30 the institution. The president may be accompanied by other individuals having an
31 expertise with respect to the project.

1 **SECTION 5.** A new section to chapter 15-10 of the North Dakota Century Code is created
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. REPORT.** Before October 1, 2014, the state board of higher education shall
18 provide a report to the legislative management regarding the number of matching grants that
19 were sought, the number that were awarded, and the manner in which the grants were used.

20 **SECTION 8. EXPIRATION DATE.** This Act is effective through June 30, 2015, and after that
21 date is ineffective.