

**SECOND ENGROSSMENT  
with Senate Amendments  
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 management study; 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 **15-10-48. (~~Effective through June 30, 2015~~) Advancement of academics - Matching**  
9 **grants - University of North Dakota and North Dakota state university.**

- 10 1. a. During the period beginning July 1, ~~2013~~2015, and ending December 31,  
11 ~~2014~~2016, the state board of higher education shall award one dollar in matching  
12 grants for every two dollars raised by the institutional foundations of the university  
13 of North Dakota and North Dakota state university for projects dedicated  
14 exclusively to the 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 15-10-51.
- 20 c. The board may award up to ~~ten~~seven million dollars in matching grants to each  
21 institution. The first two million dollars in matching grants awarded to each  
22 institution must be used for student scholarships that comply with section  
23 15-10-53.

- 1           2.   a.   If any available dollars have not been awarded by the board before January 1,  
2                    2015~~2017~~, in accordance with subsection 1, either the university of North Dakota  
3                    or North Dakota state university may apply for an additional matching grant.
- 4           b.   An application submitted under this subsection must meet the same criteria as an  
5                    original application.
- 6           c.   The board shall consider each application submitted under this subsection in  
7                    chronological order.
- 8           d.   If the remaining dollars are insufficient to provide a matching grant in the amount  
9                    of one dollar for every two dollars raised by the institutional foundation, the board  
10                   shall award a lesser amount.
- 11          3.   The state board of higher education shall retain up to one-quarter of one percent of  
12                    any grant awarded under this section to assist with administrative expenses incurred  
13                    in the grant review process.

14           **SECTION 2. AMENDMENT.** Section 15-10-49 of the North Dakota Century Code is  
15   amended and reenacted as follows:

16           **15-10-49. (~~Effective through June 30, 2015~~) Advancement of academics - Matching**  
17   **grants - Two-year and four-year institutions of higher education.**

- 18          1.   a.   During the period beginning July 1, 2013~~2015~~, and ending December 31,  
19                    2014~~2016~~, the state board of higher education shall award one dollar in matching  
20                    grants for every two dollars raised by the institutional foundations of Bismarck  
21                    state college, Dakota college at Bottineau, Dickinson state university, university of  
22                    Jamestown, Lake Region state college, Mayville state university, Minot state  
23                    university, North Dakota state college of science, university of Mary, Valley City  
24                    state university, and Williston state college for projects dedicated exclusively to  
25                    the advancement of academics.
- 26          b.   To be eligible for a matching grant, an institution must demonstrate that:
- 27                  (1)   Its foundation has raised at least twenty-five thousand dollars in cash or  
28                          monetary pledges for a qualifying project; and
- 29                  (2)   The project has been approved by the grant review committee established  
30                          in section 15-10-51.

- 1           c. The board may award up to one million dollars in matching grants to each  
2           institution.
- 3           2. a. If any available dollars have not been awarded by the board before January 1,  
4           ~~2015~~2017, in accordance with subsection 1, any institution listed in subsection 1  
5           may apply for an additional matching grant.
- 6           b. An application submitted under this subsection must meet the same criteria as an  
7           original application.
- 8           c. The board shall consider each application submitted under this subsection in  
9           chronological order.
- 10          d. If the remaining dollars are insufficient to provide a matching grant in the amount  
11          of one dollar for every two dollars raised by the institutional foundation, the board  
12          shall award a lesser amount.
- 13          3. a. The board may award an additional five hundred thousand dollars in matching  
14          grants to institutions that have been awarded one million dollars in matching  
15          grants under subsection 1 and apply for an additional matching grant.
- 16          b. An application submitted under this subsection must meet the same criteria as an  
17          original application.
- 18          c. The board shall consider each application submitted under this subsection in  
19          chronological order.
- 20          d. If the funding provided under this subsection is insufficient to provide a matching  
21          grant in the amount of one dollar for every two dollars raised by the institutional  
22          foundation, the board shall award a lesser amount.
- 23          4. The state board of higher education shall retain up to one-quarter of one percent of  
24          any grant awarded under this section to assist with administrative expenses incurred  
25          in the grant review process.

26           **SECTION 3. AMENDMENT.** Section 15-10-50 of the North Dakota Century Code is  
27 amended and reenacted as follows:

28           **15-10-50. (~~Effective through June 30, 2015~~) Liability for pledged amount.**

29           If in accordance with section 15-10-48 or 15-10-49, the state board of higher education  
30 provides grant funds ~~under sections 15-10-48 through 15-10-53~~ to an institution, on the basis of

1 a monetary pledge, and if the amount forthcoming is less than the amount pledged, the  
2 institutional foundation is liable to the institution for any shortfall.

3 **SECTION 4. AMENDMENT.** Section 15-10-51 of the North Dakota Century Code is  
4 amended and reenacted as follows:

5 **15-10-51. (~~Effective through June 30, 2015~~) Grant review committee.**

6 1. There is created a grant review committee consisting of:

7 a. The governor, or the governor's designee, who shall serve as the chairman;

8 b. Two members of the house of representatives appropriations committee,  
9 selected by the majority leader of the house of representatives;

10 c. Two members of the senate appropriations committee, selected by the majority  
11 leader of the senate;

12 d. Two members appointed by the governor, with the consent of the legislative  
13 management; and

14 e. Two members appointed by the state board of higher education, with the consent  
15 of the legislative management.

16 2. The gubernatorial appointees must have an understanding of higher education's role  
17 in advancing agriculture, the arts, commerce and finance, manufacturing, mineral  
18 extraction, natural resources, and the professions.

19 3. The grant review committee shall establish its rules of operation and procedure and  
20 shall develop and publish the criteria upon which all requests for matching grants will  
21 be reviewed.

22 4. a. A request for a matching grant ~~must~~ may be presented to the committee by the:

23 (1) The president of the institution. ~~The president; or~~

24 (2) A designee of the president.

25 b. Either presenter may be accompanied by other individuals having an expertise  
26 with respect to the project.

27 c. If the request is to be presented by a designee of a president, the designee must  
28 provide to the committee a written statement signed by the president and  
29 certifying that the president has full knowledge of all aspects of the request, as it  
30 is presented.

1       **SECTION 5. AMENDMENT.** Section 15-10-52 of the North Dakota Century Code is  
2 amended and reenacted as follows:

3       **15-10-52. (~~Effective through June 30, 2015~~) 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. AMENDMENT.** Section 15-10-53 of the North Dakota Century Code is  
12 amended and reenacted as follows:

13       **15-10-53. (~~Effective through June 30, 2015~~) Definition.**

14       For purposes of sections 15-10-48 through 15-10-52, projects dedicated to the  
15 advancement of enhanced academics include investments in research, scholarships,  
16 technology, endowed chairs, and investments in educational infrastructure, including but exclude  
17 scholarships intended solely for the benefit of athletics and new capital construction projects  
18 that conform with the university system campus master plan and space utilization study.

19       **SECTION 7. LEGISLATIVE MANAGEMENT STUDY.** During the 2015-16 interim, the  
20 legislative management shall consider studying the provision of matching grants to institutions  
21 of higher education, as set forth in sections 15-10-48 through 15-10-53 of the North Dakota  
22 Century Code, for the purposes of ensuring that the statutory parameters provide sufficient  
23 direction, provide flexibility to accommodate changing circumstances and needs, and ultimately  
24 enable the delivery of the greatest possible benefits to the students attending institutions of  
25 higher education in this state. The legislative management shall report its findings and  
26 recommendations, together with any legislation required to implement the recommendations, to  
27 the sixty-fifth legislative assembly.

28       **SECTION 8. APPROPRIATION - STATE BOARD OF HIGHER EDUCATION.** There is  
29 appropriated out of any moneys in the general fund in the state treasury, not otherwise  
30 appropriated, the sum of \$23,000,000, or so much of the sum as may be necessary, and out of  
31 any moneys in the student loan trust fund in the state treasury, not otherwise appropriated, the

Sixty-fourth  
Legislative Assembly

1 sum of \$2,500,000, or so much of the sum as may be necessary, to the state board of higher  
2 education for the purpose of awarding matching grants for the advancement of academics at  
3 institutions of higher education under the control of the board, for the biennium beginning July 1,  
4 2015, and ending June 30, 2017. The funding provided in this section is considered a one-time  
5 funding item.