

# State of South Dakota

NINETY-FOURTH SESSION  
LEGISLATIVE ASSEMBLY, 2019

596B0616

## HOUSE EDUCATION ENGROSSED NO. **SB 116** 3/4/2019

**This bill has been extensively amended (hoghoused) and may no longer be consistent with the original intention of the sponsor.**

Introduced by: Senators Nesiba and Kennedy and Representatives Ring, Healy, Lesmeister, and Smith (Jamie)

1 FOR AN ACT ENTITLED, An Act to create the Dakota promise fund, provide Dakota promise  
2 grants, and to make an appropriation.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

4 Section 1. That chapter 13-55 be amended by adding a NEW SECTION to read:

5 There is established in the state treasury the Dakota promise fund. The fund consists of:

6 (1) Gifts, grants, and donations, deposited by or on behalf of an institution of higher  
7 education in this state, for the purpose of providing Dakota promise grants to eligible  
8 students in accordance with this Act;

9 (2) Any interest or income earned on the deposits; and

10 (3) One dollar in matching funds, or such lesser prorated amount, provided by the state  
11 treasurer for each dollar deposited into the fund by or on behalf of an institution.

12 Section 2. That chapter 13-55 be amended by adding a NEW SECTION to read:

13 Each institution of higher education shall have access to only that percentage of the fund  
14 which equals the percentage of the total dollars contributed by or on behalf of the institution.



1 If any general funds appropriated for Dakota promise grants are insufficient to provide one  
2 dollar in matching funds for each dollar so contributed, the state treasurer shall prorate the  
3 matching funds among the institutions based on the percentage of the total dollars contributed  
4 by or on behalf of each institution.

5 Section 3. That chapter 13-55 be amended by adding a NEW SECTION to read:

6 Upon contributing to the Dakota promise fund, an institution of higher education may  
7 request that the Board of Regents provide a Dakota promise grant, on behalf of an eligible  
8 student. The grant shall be in the amount requested by the institution but may not be less than  
9 five hundred dollars nor more than two thousand dollars annually. An eligible student is one  
10 who:

- 11 (1) Was a South Dakota resident at the time of graduating from high school;
- 12 (2) Has been awarded a federal Pell Grant in the maximum amount allowed by the  
13 United States Department of Education;
- 14 (3) Attends an institution of higher education that is:
  - 15 (a) Under the control of the Board of Regents; or
  - 16 (b) A private baccalaureate degree granting institution accredited by the Higher  
17 Learning Commission and located in this state; and
- 18 (4) Initially enrolls in and thereafter successfully completes at least fifteen credit hours  
19 per semester.

20 Section 4. That the code be amended by adding a NEW SECTION to read:

21 Upon receiving verification from the Board of Regents regarding the eligibility of the  
22 student, the state treasurer shall forward the grant to the institution of higher education on behalf  
23 of the student. The institution may apply the grant toward the student's:

- 24 (1) Tuition and fees;

1       (2)    Required books, supplies, or equipment; or

2       (3)    Room and board expenses.

3       Section 5. That the code be amended by adding a NEW SECTION to read:

4       A student may receive a Dakota promise grant for up to four academic years, or until such

5       time as the student obtains a baccalaureate degree, whichever comes first.