

## 2020 South Dakota Legislature

**House Bill 1266****AMENDMENT 1266C FOR THE INTRODUCED BILL**

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

1 **An Act to ~~prohibit collective bargaining by employees of the Board of Regents~~**  
2 **establish the Dakota's promise scholarship program and the Dakota's promise**  
3 **fund.**

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

5 **Section 1.** That a NEW SECTION be added:

6 **13-55-79. Dakota's promise scholarship program--Establishment--Purposes.**

7 There is established the Dakota's promise scholarship program. The purpose of the  
8 program is to provide scholarships through the Board of Regents to eligible students to  
9 allow the students to receive an affordable education at any university or college  
10 accredited by the Higher Learning Commission and that provides instruction from a  
11 campus located in South Dakota.

12 **Section 2.** That a NEW SECTION be added:

13 **13-55-80. Administration of scholarship program--Report to Legislature.**

14 The executive director of the Board of Regents shall:  
15 (1) Administer the Dakota's promise scholarship program;  
16 (2) Establish and maintain program records that are necessary and required by good  
17 accounting practices; and  
18 (3) Track the outcomes and impact of the program and report on the outcomes and  
19 impact to the Legislature.

20 **Section 3.** That a NEW SECTION be added:

1           **13-55-81. Eligibility for scholarship--Requirements.**

2           In order to be eligible for a Dakota's promise scholarship, a student shall:

- 3           (1) Be a resident of South Dakota at the time of graduation from high school;  
4           (2) Receive a Pell Grant from the United States Department of Education;  
5           (3) Obtain a composite score or superscore of at least twenty-two on the ACT test or  
6           a comparable score on the Scholastic Aptitude Test as determined by the Board of  
7           Regents;  
8           (4) Have a cumulative high school grade point average of 3.0 or higher on a 4.0 scale;  
9           (5) Attend a university or college accredited by the Higher Learning Commission that  
10           provides instruction from a campus located in South Dakota; and  
11           (6) Enroll in a minimum of twelve credit hours per semester, unless the student is in  
12           the student's final semester and requires fewer than twelve credit hours to  
13           complete the student's degree.

14       **Section 4.** That a NEW SECTION be added:

15           **13-55-82. Maintaining eligibility.**

16           In order to maintain eligibility for the Dakota's promise scholarship program, a  
17           student shall:

- 18           (1) Earn thirty credit hours prior to the beginning of the second year of instruction,  
19           sixty credit hours prior to the beginning of the third year of instruction, and ninety  
20           credit hours prior to the fourth year of instruction; and  
21           (2) Maintain a cumulative grade point average of 2.0 or higher on a 4.0 scale.

22           If factors beyond the control of a student who has been awarded a Dakota's  
23           promise scholarship prevent the student from meeting the requirements in subdivision  
24           (1), the executive director may temporarily waive the requirement of that subdivision and  
25           allow the student to remain eligible for the Dakota's promise scholarship. A student may  
26           receive a Dakota's promise scholarship for up to four academic years, or until the student  
27           obtains a baccalaureate degree, whichever comes first.

28       **Section 5.** That a NEW SECTION be added:

29           **13-55-83. Postsecondary institution participation--Matching funds.**

30           If a postsecondary institution eligible to participate in the program under § 13-55-  
31           79 accumulates funding equal to the amount of funding necessary to fund Dakota's  
32           promise scholarships for all the institution's eligible students, the institution may apply to  
33           the executive director to participate. When a scholarship is issued, the executive director

1 may distribute funding from the Dakota's promise fund established in § 13-55-85 at the  
2 rate of one dollar from the fund for every one dollar of private funding allocated to the  
3 eligible students by the participating institution. The executive director may provide for  
4 the proration of funds if the available funds are insufficient to pay all approved  
5 scholarships.

6 **Section 6.** That a NEW SECTION be added:

7 **13-55-84. Scholarship awards.**

8 A participating institution shall award a Dakota's promise scholarship to an eligible  
9 student for the normal academic year, or its equivalent, in the amount of one thousand  
10 two hundred fifty dollars payable from the Dakota's promise fund and, subject to the  
11 required private match established in § 13-55-83. Under no circumstances may the award  
12 of a Dakota's promise scholarship result in an eligible student receiving more financial  
13 assistance than is necessary to cover the eligible student's tuition and fees; required  
14 books, supplies, or equipment; and room and board expenses. If a scholarship in the  
15 amount of one thousand two hundred fifty dollars would exceed an eligible student's  
16 financial need, the participating institution may award a scholarship to the student in an  
17 amount less than one thousand two hundred fifty dollars.

18 **Section 7.** That a NEW SECTION be added:

19 **13-55-85. Dakota's promise fund--Establishment--Contents--Continuous**  
20 **appropriation.**

21 There is established in the state treasury the Dakota's promise fund for the purpose  
22 of funding the Dakota's promise scholarship program established in § 13-55-79. The fund  
23 shall consist of:

- 24 (1) Any funds appropriated by the Legislature for the purposes of §§ 13-55-79 through  
25 13-55-87;  
26 (2) Any gifts, grants, and donations deposited by or on behalf of an institution of higher  
27 education in this state for the purpose of providing scholarships to eligible students  
28 in accordance with §§ 13-55-79 through 13-55-87; and  
29 (3) Any interest or income earned thereon.

30 Any money in the Dakota's promise fund is continuously appropriated. Any money  
31 deposited into or distributed from the fund shall be set forth in an informational budget  
32 as provided in § 4-7-7.2.

1 **Section 8.** That a NEW SECTION be added:

2 **13-55-86. Dakota's promise funds--Acceptance and expenditures.**

3 The executive director shall accept and expend any funds received from state or  
4 private sources as provided in § 13-55-85 if the acceptance and expenditure is approved  
5 in accordance with chapter 4-8. Expenditures authorized under this section shall be paid  
6 out on warrants drawn by the state auditor on vouchers approved by the executive  
7 director.

8 **Section 9.** That a NEW SECTION be added:

9 **13-55-87. Promulgation of rules.**

10 The Board of Regents may promulgate rules, pursuant to chapter 1-26, to establish  
11 the process for accepting applications, determining eligibility, and distributing funds; and  
12 to establish the process for contesting any decisions pertaining to the Dakota's promise  
13 scholarship program.