
SUBSTITUTE HOUSE BILL 1869

State of Washington 52nd Legislature 1991 Regular Session

By House Committee on Higher Education (originally sponsored by Representatives Bowman, Jacobsen, Brough, Holland, Ballard, May, Betrozoff, Neher, Ferguson, P. Johnson, Casada, Chandler, Brumsickle, Mitchell and Silver).

Read first time February 28, 1991.

1 AN ACT Relating to exceptional faculty awards; amending RCW
2 28B.50.837 and 28B.50.839; and adding new sections to chapter 28B.50
3 RCW.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 **Sec. 1.** RCW 28B.50.837 and 1990 c 29 s 2 are each amended to read
6 as follows:

7 (1) The Washington community college exceptional faculty awards
8 program is established. The program shall be administered by the state
9 board for community college education. The community college faculty
10 awards trust fund hereby created shall be administered by the state
11 treasurer.

12 (2) Funds appropriated by the legislature for the community college
13 exceptional faculty awards program shall be deposited in the community
14 college faculty awards trust fund. All moneys deposited in the fund
15 shall be invested by the state treasurer. Notwithstanding RCW

1 43.84.090, all earnings of investments of balances in the fund shall be
2 credited to the fund. At the request of the state board for community
3 college education, the treasurer shall release the state matching funds
4 to the (~~designated institution's~~) local endowment fund of the college
5 or its foundation. No appropriation is necessary for the expenditure
6 of moneys from the fund.

7 **Sec. 2.** RCW 28B.50.839 and 1990 c 29 s 3 are each amended to read
8 as follows:

9 (1) In consultation with eligible community colleges, the state
10 board for community college education shall set priorities and
11 guidelines for the program.

12 (2) Under this section, a community college shall not receive more
13 than four faculty grants in twenty-five thousand dollar increments,
14 with a maximum total of one hundred thousand dollars per campus in any
15 biennium.

16 (3) All community colleges and foundations shall be eligible for
17 matching trust funds. Institutions and foundations may apply to the
18 state board for community college education for grants from the fund in
19 twenty-five thousand dollar increments up to a maximum of one hundred
20 thousand dollars when they can match the state funds with equal cash
21 donations from private sources, except that in the initial year of the
22 program, no college or foundation may receive more than one grant until
23 every college or its foundation has received one grant. These
24 donations shall be made specifically to the exceptional faculty awards
25 program and deposited by the institution or foundation in a local
26 endowment fund or a foundation's fund. Otherwise unrestricted gifts
27 may be deposited in the endowment fund by the institution or
28 foundation.

1 (4) Once sufficient private donations are received by the
2 institution or foundation, the institution or foundation shall inform
3 the state board for community college education and request state
4 matching funds. The state board for community college education shall
5 evaluate the request for state matching funds based on program
6 priorities and guidelines. The state board for community college
7 education may ask the state treasurer to release the state matching
8 funds to a local endowment fund established by the institution or a
9 foundation's fund established by a foundation for each faculty award
10 created.

11 NEW SECTION. Sec. 3. A new section is added to chapter 28B.50 RCW
12 to read as follows:

13 For purposes of RCW 28B.50.835 through 28B.50.843 "foundation"
14 means a private nonprofit corporation that: (1) Is registered under
15 Title 24 RCW and qualified as a tax-exempt entity under section
16 501(c)(3) of the federal internal revenue code; (2) exists solely for
17 the benefit of one or more community colleges in this state; and (3) is
18 registered with the attorney general's office under the charitable
19 trust act, chapter 11.110 RCW.

20 NEW SECTION. Sec. 4. A new section is added to chapter 28B.50 RCW
21 to read as follows:

22 A foundation is not eligible to receive matching funds under RCW
23 28B.50.835 through 28B.50.843 unless the foundation and the board of
24 trustees of the college for whose benefit the foundation exists have
25 entered into a contract, approved by the attorney general, that: (1)
26 Specifies the services to be provided by the foundation; (2) provides
27 for protection of the community college exceptional awards endowment
28 funds under the foundation's control; and (3) provides for the

1 college's assumption of ownership, management, and control of such
2 funds if the foundation ceases to exist or function properly, or fails
3 to provide the specified services in accordance with the contract.

4 The principal of the community college exceptional awards endowment
5 fund managed by the foundation shall not be invaded. Funds recovered
6 by a college under this section shall be deposited into the college's
7 local endowment fund. For purposes of this section, community college
8 exceptional awards endowment funds include the private donations, state
9 matching funds, and any accrued interest on such donations and matching
10 funds.