Representative Kory M. Holdaway proposes the following substitute bill:

ECONOMIC DEVELOPMENT INITIATIVE FOR
HIGHER EDUCATION
2005 GENERAL SESSION
STATE OF UTAH
Sponsor: Kory M. Holdaway
LONG TITLE
General Description:
This bill modifies provisions related to the state's Centers of Excellence programs
established at higher education institutions.
Highlighted Provisions:
This bill:
<ul> <li>provides that the Utah College of Applied Technology may receive Centers of</li> </ul>
Excellence grants from the Department of Community and Economic Development
to promote workforce preparation programs that meet critical needs and shortages
throughout the state; and
<ul><li>provides for distribution and allocation of moneys to fund the programs.</li></ul>
Monies Appropriated in this Bill:
This bill appropriates:
► \$2,000,000 from the General Fund for fiscal year 2005-06, to the Department of
Community and Economic Development.
Other Special Clauses:
This bill takes effect on July 1, 2005.
<b>Utah Code Sections Affected:</b>
AMENDS:



<b>9-2-602</b> , as renumbered and amended by Chapter 241, Laws of Utah 1992
9-2-603, as renumbered and amended by Chapter 241, Laws of Utah 1992
Be it enacted by the Legislature of the state of Utah:
Section 1. Section <b>9-2-602</b> is amended to read:
9-2-602. Short title Definitions.
(1) This part is known as the "Centers of Excellence Act."
(2) As used in this part[7]:
(a) "Centers of Excellence" means university-based, business and industry-supported,
cooperative research and development programs.
(b) "Institutions within the state system of higher education" means those colleges and
universities identified in Section 53B-1-102 and the Utah College of Applied Technology.
Section 2. Section <b>9-2-603</b> is amended to read:
9-2-603. Administration Grants.
(1) This part shall be administered by the Division of Business and Economic
Development.
(2) (a) The [department] Department of Community and Economic Development may
award grants to the various [colleges and universities in the state] institutions within the state
system of higher education for the purposes of this part.
(b) (i) The State Board of regents shall establish a Jobs Now Economic Development
Initiative within the state system of higher education as part of the Centers of Excellence
program to promote workforce preparation programs that meet critical needs and shortages
throughout the state.
(ii) The initiative shall include components that provide support for:
(A) technical training expansion that quickly produces skilled potential employees for
technical jobs in critical needs occupations; and
(B) degree programs that specifically focus on workforce preparation in areas of
identified need for business and industry.
(iii) (A) The Legislature shall provide an annual appropriation to fund the initiative as a
supplement to the ongoing appropriation for grants provided under the Centers for Excellence
program.

57	(B) The department shall allocate at least two thirds of this appropriation to the Utah
58	College of Applied Technology for distribution to college campuses within the college as
59	recommended by the Utah College of Applied Technology's Board of Trustees.
60	(C) A college campus shall use the money received under Subsection (2)(b)(iii)(B) for
61	technical training expansion referred to Subsection (2)(b)(ii)(A).
62	(3) (a) Recommendations for funding shall be made by the division with the advice of
63	the State Advisory Council for Science and Technology, with the approval of the board.
64	(b) Each proposal shall receive the best available outside review.
65	(4) (a) In considering each proposal, the division shall weigh technical merit, the level
66	of matching [funds] moneys from private and federal sources, and the potential for job creation
67	and economic development.
68	(b) Proposals or consortia that combine and coordinate related research at two or more
69	colleges and universities shall be encouraged.
70	(5) The State Advisory Council on Science and Technology shall review the activities
71	and progress of individual centers on a regular basis and assist the division in preparing an
72	annual report on the accomplishments and direction of the Centers of Excellence Program.
73	Section 3. Appropriation.
74	As an ongoing appropriation subject to future budget constraints, there is appropriated
75	\$2,000,000 from the General Fund for fiscal year 2005-06, to the Department of Community
76	and Economic Development to be used to fund the Jobs Now Economic Development
77	<u>Initiative referred to in Section 9-2-603.</u>
78	Section 4. Effective date.
79	This bill takes effect on July 1, 2005.