# WEST VIRGINIA LEGISLATURE

#### 2019 REGULAR SESSION 2019 MAR 27 P 3: 36

OFFICE WEST VIRGINIA SECRETARY OF STATE

### ENROLLED

## House Bill 3020

BY DELEGATE ESPINOSA

[Passed March 9, 2019; in effect ninety days from

passage.]

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Enr. HB 3020

AN ACT to amend and reenact §18B-5-3 of the Code of West Virginia, 1931, as amended, relating
 to the authority of the Higher Education Policy Commission, the Council for Community
 and Technical College Education, and institutional governing boards to enter into contracts
 for financial services; and providing for specified flexibility entering into agreements with
 certain affiliated nonprofit corporations.

Be it enacted by the Legislature of West Virginia:

#### **ARTICLE 5. HIGHER EDUCATION BUDGETS AND EXPENDITURES.**

#### §18B-5-3. Authority to contract for programs, services and facilities.

1 (a) The governing boards, the commission, and the council are authorized and 2 empowered to enter into contracts and expend funds for programs, services and facilities provided by public and private education institutions, associations, boards, agencies, consortia, 3 4 corporations, partnerships, individuals and local, state and federal governmental bodies within 5 and outside of West Virginia in order that maximum higher education opportunities of high quality 6 may be provided to the citizens of the state in the most economical manner. In no event may a 7 contract for such services and facilities be entered into unless the commission, the council, or the 8 governing boards have determined that such services and facilities are necessary and would be 9 at a savings to the state.

(b) When a governing board, the commission, or the council determines that a contract for financial services is necessary and proper, it may enter into such a contract with an affiliated nonprofit corporation under such financial terms as the governing board, commission, or council determines are reasonable and proper in the sound administration of their financial responsibilities to the state. In so doing, the affiliated nonprofit corporation shall be deemed a sole source in respect to any applicable law or regulation relating to expenditures of public funds.

(c) As used in this section, "affiliated nonprofit corporation" means a West Virginia
 nonprofit, nonstock corporation which:

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(1) Is organized as for charitable, educational, and scientific purposes, or for similar
 purposes;

(2) Is recognized by the Internal Revenue Service as a Section 501(c)3, or successor
 provision of federal law, tax-exempt organization;

(3) Is organized solely to support and contribute to the respective institution of higher
 education, or to the commission, or to the council, as applicable; and

(4) Has annually independently audited financial statements, which have been included
and presented, for at least the preceding five fiscal years, in the audited financial statements of
the respective governing board, or of the respective institution of higher education under the
authority of a governing board, or of the commission or council.

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman, House Committee

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Member Chairman, Senate Committee

OFFICE WEST VIRGINIA SECRETARY OF STATE

Originating in the House.

In effect ninety days from passage.

Clerk of the House of Delegates

4 Clerk of the Senate

Speaker of the House of Delegates

President of the Senate

this the 27th The within MARAME day of ..... 2019. overnor

### PRESENTED TO THE GOVERNOR

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Time 12:50 pm