

Made on October 4th, 2018 by the Minister of Public Innovation (Sophie Løhde)

Table

to

Law of the Social Investment Fund

Chapter 1

Establishment and purpose, etc.

§ 1. The Social Investment Fund is established as an independent unit within the public administration.

PCS. 2. The purpose of the Social Investment Fund is to:

1. expand initiatives in larger welfare areas that creates better results and at the same time reduces the public expenses, and
2. develop and mature new initiatives in larger welfare areas that set the foundation for new public and private investments.

PCS. 3. The specific themes within PCS. 2. purposes for which the Fund is to act and invest in is decided annually during the negotiations concerning the Finance Bill. The Minister of Public Innovation brief the Fund in writing.

§ 2. The Minister of Public Innovation is authorized to make capital contributions to the Fund of up to 50 million DKK in connection with the establishment of the fund. The Minister is authorized to inject additional capital into the Fund in the future.

Chapter 2

The outlines of the fund

§ 3. Decisions on disposals of the Fund's resources will be made with a simple majority by the board. In case of parity of votes, the chairman/chairwoman has the final verdict.

§ 4. The Fund may, in order to achieve and promote its objectives, cf. §1 pcs. 2 and 3, apply the following business dispositions and remuneration forms, including combinations of:

1. Loans.
2. Capital deposits.
3. Capital commitments.
4. Guarantees.
5. Grants.
6. Injection of funds into partnerships, etc.

7. Establishment of companies, funds and associations, etc. as well acquisition and divestment of whole or part of companies, foundations and associations, etc.
8. Establishing or participating in partnerships, associations etc.
9. Preparing, establishing and participating in partnerships, collaborations, supporting development of markets and initiation or participation in others initiatives.
10. Other similar forms of financing and business dispositions, of which the Minister of Public Innovation lays down detailed provisions based on propositions from the Social Investment Fund.

§ 5. The Fund may in connection with capital contributions and capital commitments exercise active ownership.

§ 6. The allocation of grants to state, municipal and regional authorities, etc. must happen through an application round, where state, municipal and regional authorities etc. can apply for support to initiatives.

PCS. 2. The Fund may determine as a condition for granting means that grants must be repaid with a risk premium, if the project that has received grants achieves one or more agreed goals.

§ 7. State, municipal and regional authorities, etc. as well as private actors can participate in projects that the Fund allocates resources.

§ 8. The Fund shall submit an annual report concerning its activities to the Minister of Public Innovation. The report is remit to Folketinget (The Danish parliament).

Chapter 2

Board of Directors

§ 9. The Fund is managed by a Board of Directors consisting of 1 Chairman and 7 other members.

PCS. 2. The Chairman and three members of the Board of Directors are appointed by the Minister of Public Innovation. 2 board members are appointed by Kommunernes Landsforening (The national association of municipalities). 2 board members is appointed by Danske Regioner (Danish Regions).

PCS. 3. Board members are appointed on the basis of their professional qualifications and expertise and must have the necessary qualifications to fulfill the fund's purpose.

PCS. 4. The members of the Board of Directors are appointed for a 4-year period. A board member may be re-appointed once.

PCS. 5. The Minister of Public Innovation may revoke the appointment of a board member, if the board member request this, or if the prerequisites for the appointment of the board member lapse. This include that the board member has helped to make arrangements on behalf of the fund in violation of the themes decided during the negotiations concerning the Finance Bill, cf. § 1 pcs. 3.

PCS. 6. The Minister of Public Innovation sets a fee for the members of the board.

§ 10. The Board of Directors manages the fund and has the outlines of the funds in accordance with this bill. Board of Directors is responsible for the management of the resources of the fund.

PCS. 2. Decisions taken by the Fund cannot be appealed to other administrative authorities.

§ 11. The Fund is signed by the Chairman of the Board.

§ 12. The Board of Directors shall adopt its rules of procedure.

Chapter 4

The Secretariat

§ 13. The Board of Directors shall assume the necessary secretarial assistance.

PCS. 2. The Secretariat supports the activities of the fund and provide assistance and advice to the Board of Directors of the fund in relation to investments, framework conditions and legislation, etc.

Chapter 5

The Advisory Committee

§ 14. An Advisory Committee consisting of up to 25 members is established in order to advise the Fund concerning its activities. The Advisory Committee cannot make decisions concerning disposals of the Fund.

PCS. 2. The Minister of Public Innovation appoints the members to the Advisory Committee. The members of the advisory committee are elected for a 4-year period.

PCS. 3. The members of the Advisory Committee shall represent relevant actors, including non-profit funds, pension funds, knowledge institutions, civil society organizations etc.

Chapter 6

Supervision of the Fund

§ 15. The Minister of Public Innovation supervises the fund.

PCS. 2. The Minister of Public Innovation may require the Fund to hand in any information deemed necessary by the Minister in order to exercise its supervisory obligation. The Minister must have access at all times to gain knowledge of the Fund's administrative and financial systems, accounts and business in general.

PCS. 3. The Chairman of the Board shall hold the Minister of Public Innovation informed about all essential matters concerning the Fund, including significant changes in the Fund's finances or activities.

Chapter 7

Dissolution of the Fund

§ 16. The Fund can be dissolved by law.

PCS. 2. Upon dissolution of the Fund, cf. pcs.1, the state takes over the fund's assets and obliges to the Fund's rights and commitments.

Chapter 8

Commencement and transitional conditions, etc.

§ 17. The bill comes into force on December 1, 2018.

PCS. 2. The Ministry of Finance is responsible for functions of the secretariat of the Fund, until the Board of Directors has assumed the necessary secretariat assistance.

PCS. 3. At the first appointment of members of the Board of Directors, cf. § 9, four members are appointed for a 2-year period with the possibility of reappointment after 4 years. The other 4 members, including the chairman/chairwoman, are appointed for a period of up to 4 years with the possibility of reappointment after 4 years.

§ 18. The bill does not apply to the Faroe Islands and Greenland.