

SENATE AMENDMENTS

2nd Printing

By: Canales, Longoria, Martinez, Guillen,
Lucio III

H.B. No. 382

A BILL TO BE ENTITLED

1 AN ACT

2 relating to public junior college district branch campuses,
3 including a requirement that the South Texas Community College
4 District establish an extension facility in a certain location.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

6 SECTION 1. Chapter 130, Education Code, is amended by
7 adding Subchapter K to read as follows:

8 SUBCHAPTER K. BRANCH CAMPUSES

9 Sec. 130.254. SOUTH TEXAS COMMUNITY COLLEGE DISTRICT;
10 EXTENSION FACILITY. The board of trustees of the South Texas
11 Community College District shall establish and operate an extension
12 facility within the corporate limits of the municipality of Edcouch
13 or Elsa. An extension facility established under this section is
14 subject to the requirements of Section 130.251.

15 SECTION 2. Sections 130.086, 130.0865, and 130.087,
16 Education Code, are transferred to Subchapter K, Chapter 130,
17 Education Code, as added by this Act, redesignated as Sections
18 130.251, 130.252, and 130.253, Education Code, and amended to read
19 as follows:

20 Sec. 130.251 [~~Sec. 130.086~~]. BRANCH CAMPUSES. (a) The
21 board of trustees of a junior college district may establish and
22 operate branch campuses, centers, or extension facilities within
23 the junior college district's service area, provided that each
24 branch campus, center, or extension facility and each course or

1 program offered in such locations is subject to the prior and
2 continuing approval of the Texas Higher Education Coordinating
3 Board.

4 (b) Such branch campuses, centers, or extension facilities
5 shall be within the role and scope of the junior college as
6 determined by the Texas Higher Education Coordinating Board
7 [~~Coordinating Board, Texas College and University System~~].

8 (c) The board of trustees of a junior college district may
9 accept or acquire by purchase or rent land and facilities in the
10 name of the junior college district within the junior college
11 district's service area.

12 (d) Before any course may be offered by a public junior
13 college within the service area of another operating public junior
14 college, it must be established that the second public junior
15 college is not capable of or is unable to offer the course. After
16 the need is established and the course is not locally available,
17 then the first public junior college may offer the course when
18 approval is granted by the Texas Higher Education Coordinating
19 Board.

20 (e) The board of trustees of a junior college district may
21 enter cooperative agreement with independent, common, or county
22 school districts, state or federal agencies as may be required to
23 perform the services as outlined in this section.

24 (f) Notwithstanding Subchapter J, the service area of a
25 junior college district does not include territory within the
26 boundaries of the taxing district of another junior college
27 district. If a branch campus, center, or extension facility

1 operated by a junior college district outside its taxing district
2 becomes located within the taxing district of another junior
3 college district when the other district is established or annexes
4 the territory that includes the campus, center, or facility, the
5 junior college district operating the campus, center, or facility
6 must discontinue the campus, center, or facility within a
7 reasonable period, not to exceed one academic year. The junior
8 college district in which the campus, center, or facility is
9 located must fairly compensate the junior college district that
10 discontinues the campus, center, or facility for any capital
11 improvements that the discontinuing district acquired or
12 constructed for the campus, center, or facility, to the extent the
13 discontinuing district is otherwise unable to recover the current
14 value of its investment in that capital improvement, as determined
15 by the Texas Higher Education Coordinating Board.

16 (g) Subsections (a) and (c) do not apply to a branch campus,
17 center, or extension facility that is established before September
18 1, 1999.

19 (h) This section does not affect the authority of the Texas
20 Higher Education Coordinating Board regarding the continued
21 operation of a branch campus, center, or extension facility.

22 Sec. 130.252 [~~Sec. 130.0865~~]. SECURITY FOR REVENUE BONDS
23 ISSUED FOR BRANCH CAMPUS, CENTER, OR EXTENSION FACILITY. Bonds
24 payable from revenue and issued by the governing body of a county or
25 school district to finance the purchase of land or the construction
26 of a facility to be used for a branch campus, center, or extension
27 facility authorized under Section 130.251 [~~130.086~~] may be secured

1 by a trust indenture, a deed of trust, or a mortgage granting a
2 security interest in the applicable land or facility.

3 Sec. 130.253 [~~Sec. 130.087~~]. BRANCH CAMPUS MAINTENANCE
4 TAX. (a) The governing body of a school district or a county may
5 levy a junior college district branch campus maintenance tax as
6 provided by this section at a rate not to exceed five cents on each
7 \$100 valuation of all taxable property in its jurisdiction.

8 (b) On presentation of a petition for an election to
9 authorize a junior college district branch campus maintenance tax
10 signed by not fewer than five percent of the qualified voters of the
11 jurisdiction in which the proposed tax is to be levied, the
12 governing body of the school district or county, as applicable,
13 shall determine the legality and the genuineness of the petition
14 and, if it is determined to be legal and genuine, forward the
15 petition to the Texas Higher Education Coordinating Board. The
16 governing body of a county with a population of 150,000 or less, on
17 completion of a needs assessment analysis showing adequate need and
18 on approval by the coordinating board, on its own motion and without
19 the presentation of a petition, may propose an election to
20 authorize a branch campus maintenance tax.

21 (c) The Texas Higher Education Coordinating Board
22 [~~coordinating board~~] shall determine whether the requirements
23 provided by Subsections (a) and (b) [~~of this section~~] have been
24 satisfied and whether the proposed tax is feasible and desirable
25 under the coordinating board's rules for junior colleges. In
26 making its decision on the feasibility and desirability of the tax,
27 the coordinating board shall consider the needs of the junior

1 college, the needs of the community or communities served by the
2 branch campus, and the welfare of the state as a whole. The
3 commissioner of higher education shall deliver to the governing
4 body of the school district or county, as applicable, the order of
5 the coordinating board authorizing or denying further action in the
6 levying of a junior college district branch campus maintenance tax.

7 (d) If the coordinating board approves the establishment of
8 the junior college district branch campus maintenance tax, the
9 governing body of the school district or county, as applicable,
10 shall enter an order for an election to be held in the territory
11 under its jurisdiction not less than 20 days nor more than 60 days
12 after the date on which the order is entered to determine whether
13 the junior college district branch campus maintenance tax may be
14 levied. In the case of joint school district or joint county
15 elections, by mutual agreement of the governing bodies, the
16 elections shall be held on the same date throughout the
17 jurisdictions.

18 (e) The president of the board of trustees of the school
19 district or the county judge, as applicable, shall give notice of
20 the election in the manner provided by law for notice by the county
21 judge of general elections.

22 (f) The governing body of the school district or county, as
23 applicable, shall procure the election supplies necessary to
24 conduct the election and shall determine the quantity of the
25 various types of supplies to be provided for use at each precinct
26 polling place and early voting polling place.

27 (g) Any qualified voter residing within the boundaries of

1 the jurisdiction in which the tax may be levied is entitled to vote
2 at the election.

3 (h) The ballot shall be printed to provide for voting for or
4 against the proposition: "The levy of a junior college district
5 branch campus maintenance tax in an amount not to exceed (insert a
6 number not higher than five) cents on each \$100 valuation of all
7 taxable property in _____. " (insert name of school district or
8 name of county, as applicable).

9 (i) To be adopted, the measure must receive a favorable vote
10 of a majority of those voting on the measure.

11 (j) Not later than the 10th day after the date of the
12 election, the governing body shall canvass the returns of the
13 election and shall enter an order declaring the result of the
14 election.

15 (k) The proceeds of the junior college district branch
16 campus maintenance tax may be used only as follows:

17 (1) to operate and maintain a junior college district
18 branch campus and support its programs and services in the area of
19 the political subdivision that levied the tax; and

20 (2) under an agreement by the applicable junior
21 college district and the political subdivision levying the tax, to
22 make lease payments to the political subdivision for facilities
23 used exclusively by the branch campus that are owned by the
24 political subdivision.

25 (l) The governing body of the school district or county
26 approving the junior college district branch campus maintenance tax
27 shall set the tax levy.

1 (m) The junior college district shall maintain and furnish
2 any records and reports required by the Texas Higher Education
3 Coordinating Board [~~Coordinating Board, Texas College and~~
4 ~~University System~~]. The reports shall be made available routinely
5 to the governing body of the jurisdiction in which the tax is
6 levied, and to members of the general public on request.

7 (n) This section does not affect the authority of any
8 jurisdiction levying a junior college district branch campus
9 maintenance tax to create a junior college district in the
10 jurisdiction.

11 SECTION 3. Section 45.105(f), Education Code, is amended to
12 read as follows:

13 (f) Funds from a junior college district branch campus
14 maintenance tax levied by a school district board of trustees under
15 Section 130.253 [~~130.087~~] may be used as provided by that section.

16 SECTION 4. Section 51.406(b), Education Code, is amended to
17 read as follows:

18 (b) To the extent that any of the following laws require
19 reporting by a university system or an institution of higher
20 education, a university system or institution of higher education
21 is not required to make the report on or after September 1, 2013,
22 unless legislation enacted by the 83rd Legislature that becomes law
23 expressly requires the institution or system to make the report:

- 24 (1) Section 7.109;
25 (2) Section 33.083;
26 (3) Section 59.07;
27 (4) Section 130.251 [~~130.086~~];

- 1 (5) Section 325.007, Government Code;
- 2 (6) Section 669.003, Government Code;
- 3 (7) Section 2005.007, Government Code;
- 4 (8) Section 2054.097, Government Code;
- 5 (9) Chapter 2114, Government Code; and
- 6 (10) Section 2205.041, Government Code.

7 SECTION 5. Section 130.254, Education Code, as added by
8 this Act, applies beginning with the 2016-2017 academic year.

9 SECTION 6. This Act takes effect September 1, 2015.

ADOPTED

MAY 22 2015

Leta Spaw
Secretary of the Senate

FLOOR AMENDMENT NO. _____

BY: *[Signature]*

1 Amend H.B. No. 382 (senate committee printing) as follows:

2 (1) In SECTION 1 of the bill, in added Section 130.254,
3 Education Code (page 1, line 25), strike "EXTENSION FACILITY" and
4 substitute "INSTRUCTIONAL PROGRAMS IN EDCOUCH OR ELSA".

5 (2) In SECTION 1 of the bill, in added Section 130.254,
6 Education Code (page 1, line 26), strike "shall" and substitute
7 "may".

8 (3) In SECTION 1 of the bill, in added Section 130.254,
9 Education Code (page 1, lines 26 and 27), strike "an extension
10 facility" and substitute "instructional programs".

11 (4) In SECTION 1 of the bill, in added Section 130.254,
12 Education Code (page 1, line 28), strike "extension facility" and
13 substitute "instructional program".

14 (5) In SECTION 5 of the bill (page 4, line 10), strike
15 "2016-2017" and substitute "2020-2021".

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 84TH LEGISLATIVE REGULAR SESSION

May 25, 2015

TO: Honorable Joe Straus, Speaker of the House, House of Representatives

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: **HB382** by Canales (Relating to public junior college district branch campuses, including a requirement that the South Texas Community College District establish an extension facility in a certain location.), **As Passed 2nd House**

No significant fiscal implication to the State is anticipated.

The bill would amend the Education Code relating to public junior college district branch campuses. The bill would allow South Texas Community College District to establish instructional programs in Edcouch or Elsa beginning with the 2020-2021 academic year.

Based on information provided by the Higher Education Coordinating Board, it is assumed that there would be a cost to General Revenue from an increase in formula funding for South Texas College due to additional students enrolling in the new instructional programs generating additional contact hours and success points for formula funding. The cost would not be seen until at least fiscal year 2022, as formula funding is provided to institutions based on student data prior to the biennium to be funded. However, based on information provided by South Texas College, this analysis assumes the increase in formula funding for additional students enrolling in classes at the new program would not be significant.

Local Government Impact

Based on information provided by South Texas College, implementing the provisions of the bill would be a significant cost to the institution. Establishing new instructional programs could require costs associated with land acquisition, design of a new facility, construction of the facility and infrastructure, technology, and ongoing instructional, academic support, and operating costs. The institution is unable to determine the exact costs for establishing the instructional programs without further study. It is assumed that any additional costs associated with implementing the provisions of the bill would be funded with institutional funds.

Source Agencies: 781 Higher Education Coordinating Board

LBB Staff: UP, EMu, DEH, ED, KVe

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 84TH LEGISLATIVE REGULAR SESSION

May 14, 2015

TO: Honorable Eddie Lucio Jr., Chair, Senate Committee on Intergovernmental Relations

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB382 by Canales (Relating to public junior college district branch campuses, including a requirement that the South Texas Community College District establish an extension facility in a certain location.), **As Engrossed**

No significant fiscal implication to the State is anticipated.

The bill would amend the Education Code relating to public junior college district branch campuses, including the requirement that the South Texas Community College District establish an extension facility in a certain location.

Based on information provided by the Higher Education Coordinating Board, it is assumed that there would be a cost to General Revenue from an increase in formula funding for South Texas College due to additional students enrolling at the new facility generating additional contact hours and success points for formula funding. The cost would not be seen until at least fiscal year 2018, as formula funding is provided to institutions based on student data prior to the biennium to be funded. However, based on information provided by South Texas College, this analysis assumes the increase in formula funding for additional students enrolling in classes at the new facility would not be significant.

Local Government Impact

Based on information provided by South Texas College, implementing the provisions of the bill would be a significant cost to the institution. Establishing and operating a new extension facility would require costs associated with land acquisition, design of a new facility, construction of the facility and infrastructure, technology, and ongoing instructional, academic support, and operating costs. The institution is unable to determine the exact cost of the extension facility without further study. Any additional costs associated with implementing the provisions of the bill would be funded with institutional funds.

Source Agencies: 781 Higher Education Coordinating Board

LBB Staff: UP, EMu, DEH, ED, KVe

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 84TH LEGISLATIVE REGULAR SESSION

April 30, 2015

TO: Honorable John Zerwas, Chair, House Committee on Higher Education

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: **HB382** by Canales (Relating to public junior college district branch campuses, including a requirement that the South Texas Community College District establish an extension facility in a certain location.), **Committee Report 1st House, Substituted**

No significant fiscal implication to the State is anticipated.

The bill would amend the Education Code relating to public junior college district branch campuses, including the requirement that the South Texas Community College District establish an extension facility in a certain location.

Based on information provided by the Higher Education Coordinating Board, it is assumed that there would be a cost to General Revenue from an increase in formula funding for South Texas College due to additional students enrolling at the new facility generating additional contact hours and success points for formula funding. The cost would not be seen until at least fiscal year 2018, as formula funding is provided to institutions based on student data prior to the biennium to be funded. However, based on information provided by South Texas College, this analysis assumes the increase in formula funding for additional students enrolling in classes at the new facility would not be significant.

Local Government Impact

Based on information provided by South Texas College, implementing the provisions of the bill would be a significant cost to the institution. Establishing and operating a new extension facility would require costs associated with land acquisition, design of a new facility, construction of the facility and infrastructure, technology, and ongoing instructional, academic support, and operating costs. The institution is unable to determine the exact cost of the extension facility without further study. Any additional costs associated with implementing the provisions of the bill would be funded with institutional funds.

Source Agencies: 781 Higher Education Coordinating Board

LBB Staff: UP, EMu, DEH, ED, KVe

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 84TH LEGISLATIVE REGULAR SESSION

April 21, 2015

TO: Honorable John Zerwas, Chair, House Committee on Higher Education

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: **HB382** by Canales (Relating to public junior college district branch campuses, including a requirement that the South Texas Community College District establish a branch campus in a certain location.), **As Introduced**

No significant fiscal implication to the State is anticipated.

The bill would amend the Education Code relating to public junior college district branch campuses, including requirement that the South Texas Community College District establish a branch campus in a certain location.

Based on information provided by the Higher Education Coordinating Board, it is assumed that there would be a cost to General Revenue from an increase in formula funding for South Texas College due to additional students enrolling at the new branch campus generating additional contact hours and success points for formula funding. The cost would not be seen until at least fiscal year 2018, as formula funding is provided to institutions based on student data prior to the biennium to be funded. However, based on information provided by South Texas College, this analysis assumes the increase in formula funding for additional students enrolling in classes at the new branch campus would not be significant.

Local Government Impact

Based on information provided by South Texas College, implementing the provisions of the bill would be a significant cost to the institution. Establishing and operating a new branch campus would require costs associated with land acquisition, design of a new facility, construction of the facility and infrastructure, technology, and ongoing instructional, academic support, and operating costs. The institution is unable to determine the exact cost of the campus without further study. Any additional costs associated with implementing the provisions of the bill would be funded with institutional funds.

Source Agencies: 781 Higher Education Coordinating Board

LBB Staff: UP, EMu, DEH, ED, KVe