Raney (Senate Sponsor - Seliger) H.B. No. 2432 1-1 By: (In the Senate - Received from the House May 10, 2017; May 10, 2017, read first time and referred to Committee on Higher 1-2 1-3 Education; May 15, 2017, reported adversely, with favorable Committee Substitute by the following vote: Yeas 7, Nays 0; 1-4 1-5 1-6 May 15, 2017, sent to printer.)

1-7

COMMITTEE VOTE

| 1-8 | | Yea | Nay | Absent | PNV |
|------|-------------------|------|-----|--------|-----|
| 1-9 | Seliger | Х | | | |
| 1-10 | West | Х | | | |
| 1-11 | Bettencourt | Х | | | |
| 1-12 | Buckingham | Х | | | |
| 1-13 | Menéndez | Х | | | |
| 1-14 | Taylor of Galvest | on X | | | |
| 1-15 | Watson | Х | | | |
| | | | | | |

COMMITTEE SUBSTITUTE FOR H.B. No. 2432 1-16

By: Seliger

1-17 1-18

A BILL TO BE ENTITLED AN ACT

1-19 relating to certain academic programs and projects undertaken by 1-20 public institutions of higher education at a location other than 1-21 1-22 the institution's main campus.

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

1-23 SECTION 1. Section 61.0512(a), Education Code, is amended 1-24 to read as follows:

1-25 (a) A new degree or certificate program may be added at an institution of higher education only with specific prior approval of the board. A degree or certificate program offered at an 1-26 1-27 off-campus academic or research site is considered a new degree or certificate program if not previously offered at the off-campus 1-28 1-29 <u>academic or research site.</u> A new degree or certificate program is considered approved if the board has not completed a review under this section and acted to approve or disapprove the proposed 1-30 1-31 1-32 program before the first anniversary of the date on which an 1-33 1-34 institution of higher education submits a completed application for approval to the board. The board may not summarily disapprove a program without completing the review required by this section. The board shall specify by rule the elements that constitute a 1-35 1-36 1-37 application 1-38 and completed shall make an administrative determination of the completeness of the application not later than 1-39 the fifth business day after receiving the application. A request for additional information in support of an application that has been determined administratively complete does not toll the period 1-40 1-41 1-42 1-43 within which the application is considered approved under this 1-44 section.

1-45 SECTION 2. Section 61.0572(d), Education Code, is amended 1-46 to read as follows:

1-47 The board may review purchases of improved real property (d) 1-48 added to an institution's educational and general buildings and facilities inventory to determine whether the property meets the 1-49 standards adopted by the board for cost, efficiency, space need, and space use, but <u>subject to Section 61.0584</u> the purchase of the improved real property is not contingent on board review <u>or</u> <u>approval</u>. Standards must be adopted by the board using the negotiated rulemaking procedures under Chapter 2008, Government 1-50 1-51 1-52 1-53 1-54 Code. If the property does not meet those standards, the board shall notify the governor, the lieutenant governor, the speaker of the house of representatives, the governing board of the applicable 1-55 1-56 1-57 institution, and the Legislative Budget Board. This subsection 1-58 does not impair the board's authority to collect data relating to 1-59 1-60 the improved real property that is added each year to the

C.S.H.B. No. 2432 educational and general buildings and facilities inventory of 2-1 2-2 institutions of higher education. 2-3 SECTION 3. Section 61.058(b), Education Code, is amended to 2-4 read as follows: (b) The board may review all construction, repair, rehabilitation of buildings and facilities at institutions 2-5 or 2-6 of 2-7 higher education to determine whether the construction, rehabilitation, or repair meets the standards adopted by board rule 2-8 2-9 for cost, efficiency, space need, and space use, but subject to 2**-**10 2**-**11 Section 61.0584 the construction, rehabilitation, or repair is not contingent on board review or approval. Standards must be adopted 2-12 by the board using the negotiated rulemaking procedures under 2008, 2-13 Chapter Government Code. If the construction, 2-14 rehabilitation, or repair does not meet those standards, the board 2**-**15 2**-**16 shall notify the governor, the lieutenant governor, the speaker of the house of representatives, the governing boards of the applicable institutions, and the Legislative Budget Board. This 2-17 subsection does not impair the board's authority to collect data 2-18 relating to the construction, repair, or rehabilitation of buildings and facilities occurring each year at institutions of 2-19 2-20 2-21 higher education. 2-22 SECTION 4. Subchapter C, Chapter 61, Education Code, is amended by adding Section 61.0584 to read as follows: 2-23 Sec. 61.0584. OFF-CAMPUS ACADEMIC OR 2-24 RESEARCH SITE. 2**-**25 2**-**26 This section does not apply to buildings and facilities that (a) are located on an off-campus academic or research site, that are to be used exclusively for auxiliary enterprises, and that will not 2-27 2-28 require appropriations from the legislature for operation, <u>maintenance</u>, or repair. (b) Based on criteria established under Subsection (d), the 2-29 2-30 board shall review and shall approve or disapprove an action taken 2-31 2-32 by the governing board of an institution of higher education or 2-33 university system, through purchase, lease, or otherwise, to: 2-34 (1) acquire improved or unimproved real property for use at a new or existing off-campus academic or research site; or (2) acquire or construct a building or facility for 2-35 2-36 use at a site described by Subdivision (1). 2-37 2-38 (c) The board, using the negotiated rulemaking procedures under Chapter 2008, Government Code, shall develop a procedure for each institution of higher education or university system to use to identify, for purposes of the board review required by this 2-39 2-40 2-41 section, the scope and character of projects that are proposed for: 2-42 (1) an off-campus academic or research site, including 2-43 projects relating to: 2-44 a multi-institution teaching center (MITC); a medical school; 2-45 (A) 2-46 (B) (C) a branch campus; 2-47 2-48 a satellite campus; and (D) a health science center; and 2-49 (E) (2) any other location that is separate from the main an institution and that is to be used for academic or 2-50 2-51 of <u>camp</u>us research purposes. 2-52 2-53 (d) Using the negotiated rulemaking procedures under Chapter 2008, Government Code, the board shall establish criteria 2-54 for reviewing and for approving or disapproving an action taken by the governing board of an institution of higher education or 2-55 2-56 university system as described by Subsection (b). Criteria adopted 2-57 2-58 under this subsection must prioritize the academic and research needs of institutions of higher education while preventing unnecessary duplication in program offerings, faculties, and 2-59 2-60 2-61 physical plants. 2-62 (e) Information related to the board's findings and 2-63 determinations under this section is not subject to the required disclosure under Chapter 552, Government Code. 2-64 (f) The board may conduct a closed meeting pursuant to Section 551.072, Government Code, to deliberate the approval or 2-65 2-66 2-67 disapproval of any action subject to that section and taken by the governing board of an institution of higher education or university system as described by Subsection (b). As necessary and 2-68 2-69

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appropriate, the board may hold its closed meeting as an emergency meeting under Section 551.045, Government Code. 3-1 3-2

(g) The board shall report its findings and determinations 3-3 under this section to the governor, the lieutenant governor, the speaker of the house of representatives, the Legislative Budget Board, and the governing boards of the applicable institutions of 3-4 3-5 3-6 3-7 higher education or university systems.

SECTION 5. Chapter 87, Education Code, is amended by adding 3-8 Subchapter M to read as follows: 3-9

3-10 3-11 SUBCHAPTER M. UNIVERSITY SYSTEM CENTERS 87.881. UNIVERSITY SYSTEM CENTER IN BRAZOS COUNTY. Sec The board of regents of The Texas A&M University System may 3-12 (a)3-13 establish and operate a university system center in Brazos County.

(b) The programs offered at the university system center shall be authorized in accordance with the rules of the Texas Higher 3-14 3**-**15 3**-**16 Education Coordinating Board.

3-17 (c) The board of regents of The Texas A&M University System the sole authority to name the university system center 3-18 3-19 authorized by this section.

SECTION 6. The changes in law made by this Act to Subchapter C, Chapter 61, Education Code, apply only to a proposal for acquisition or construction made on or after the effective date of 3-20 3-21 3-22 3-23 this Act. A proposal for acquisition or construction made before the effective date of this Act is governed by the law in effect on the date the proposal was made, and the former law is continued in 3-24 3-25 3-26 effect for that purpose.

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SECTION 7. This Act takes effect September 1, 2017.

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