BILL ANALYSIS

Senate Research Center

S.B. 1230 By: Taylor Higher Education 5/25/2021 Enrolled

AUTHOR'S / SPONSOR'S STATEMENT OF INTENT

S.B. 1230 establishes the Texas Commission on Community College Finance. The focus of the commission shall be to study state appropriations (formula funding for instruction, healthcare employee group insurance proportionality, etc.) for public community and junior colleges and to make recommendations for consideration by the 88th Texas Legislature for establishing a state funding formula and funding levels sufficient for sustaining viable community college education and training offerings throughout the state.

The committee substitute:

Moves from faculty appointed by the Community College Teachers Association to faculty member appointed by governor.

Broadens scope of study of the commission in statute.

(Original Author's/Sponsor's Statement of Intent)

S.B. 1230 amends current law relating to establishing the Texas Commission on Community College Finance.

RULEMAKING AUTHORITY

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

SECTION BY SECTION ANALYSIS

SECTION 1. Amends Subchapter G, Chapter 130, Education Code, by adding Section 130.1305, as follows:

Sec. 130.1305. TEXAS COMMISSION ON COMMUNITY COLLEGE FINANCE. (a) Establishes the Texas Commission on Community College Finance (commission) to make recommendations for consideration by the 88th Texas Legislature regarding the state funding formula and funding levels for public junior colleges in Texas that would be sufficient to sustain viable junior college education and training offerings throughout the state and improve student outcomes in alignment with state postsecondary goals.

- (b) Provides that the commission is composed of 12 members as follows:
 - (1) four members appointed by the governor;
 - (2) three members appointed by the lieutenant governor;
 - (3) three members appointed by the speaker of the Texas House of Representatives (house);
 - (4) one member appointed by the board of the Texas Association of Community Colleges; and

- (5) one member appointed by the board of the Community College Association of Texas Trustees.
- (c) Requires one of the members appointed by the governor to be a faculty member at a public junior college as defined by Section 61.003 (Definitions), and requires the other members appointed by the governor to be representatives of junior college leaders, business leaders, or other stakeholders knowledgeable in junior college mission, instructional programs, and finance.
- (d) Requires members appointed by the lieutenant governor to consist of two members of the Texas Senate, and one individual who is an administrator of a public junior college as defined by Section 61.003, a business leader, or a stakeholder knowledgeable in junior college mission, instructional programs, and finance.
- (e) Requires members appointed by the speaker of the house to consist of two members of the house, and an administrator from a public junior college as defined by Section 61.003.
- (f) Requires the governor, lieutenant governor, and speaker of the house, in making appointments, to coordinate to ensure that the membership of the commission reflects, to the extent possible, the geographic diversity of Texas public junior colleges and the ethnic diversity of the communities served by those junior colleges.
- (g) Requires the commission to convene not later October 15, 2021, and to continue its activities until completion of a final report.
- (h) Requires the commission to examine trend and forecast data, seek stakeholder input, and account for equity in student outcomes and based on its findings, make recommendations on:
 - (1) the components of state funding for public junior colleges, including contact hour funding formulas established for public junior colleges under Subchapter C (Powers and Duties of Board), Chapter 61 (Texas Higher Education Coordinating Board), and Subchapter A (General Provisions), Chapter 130 (Junior College Districts); and
 - (2) the feasibility of establishing shared service agreements or interinstitutional collaborations through which institutions of higher education are authorized to perform administrative services, other than direct instruction and student support services, for other institutions of higher education for a fee or other consideration.
- (i) Authorizes the commission, to inform the recommendations required under Subsection (h), to examine and make recommendations on other policy and finance matters, including workforce demand and skills gaps, dual credit programs and costs, variation between taxing districts and service areas, student graduation, transfer, and success metrics, and the relationship between economic cycles and student enrollment.
- (j) Authorizes the commission to seek resource support, including data analyses and technical assistance, from the Texas Higher Education Coordinating Board, the Texas Association of Community Colleges, and research organizations. Authorizes the commission to accept gifts, grants, and donations from any source to be used to carry out a function of the commission.
- (k) Requires the governor to designate the presiding officer of the commission.

- (l) Requires the commission to submit a final report and recommendations to the governor, lieutenant governor, and both houses of the legislature not later than November 1, 2022.
- (m) Provides that this section expires January 1, 2023.

SECTION 2. Effective date: September 1, 2021.