By: Shapleigh

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S.B. No. 1573

## A BILL TO BE ENTITLED

## AN ACT

2 relating to the affordability of enrollment in public institutions 3 of higher education and the availability of certain financial and 4 academic information to students enrolled in those institutions.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6 SECTION 1. (a) This Act may be cited as the "21st Century
7 College Success Act."

(b) This state's master plan for higher education, "Closing 8 the Gaps," calls for an additional 630,000 students to participate 9 in higher education in this state by 2015. Student participation in 10 11 higher education has been proven to correspond to higher levels of 12 income, lower levels of unemployment and poverty, and higher levels of civic participation. Yet at the same time that this state needs 13 14 more of the state's students to participate in higher education, institutions of higher education are being priced out of reach for 15 many residents of this state. Since tuition deregulation began in 16 the 2003 fall semester, the total amount paid by students for 17 education at public institutions of higher education has increased 18 by 40 percent statewide, and institutions have increased designated 19 tuition charged to their students per academic 20 year by 21 \$266,313,285. As a result, many students are forced to postpone 22 higher education, take time off of school, or obtain high-cost student loans. In order to achieve the goals established by 23 "Closing the Gaps," this state's leaders must provide financial 24

1 relief for students enrolled at public institutions of higher
2 education and assist those students in graduating quickly and
3 joining the workforce.

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4 SECTION 2. Subchapter Z, Chapter 51, Education Code, is 5 amended by adding Section 51.970 to read as follows:

6 <u>Sec. 51.970. STUDENT INTERNET ACCESS TO FINANCIAL AND</u> 7 <u>ACADEMIC INFORMATION. In accordance with guidelines adopted by the</u> 8 <u>Texas Higher Education Coordinating Board and to the extent the</u> 9 <u>institution has legally authorized access to relevant information,</u> 10 <u>each institution of higher education shall provide a method by</u> 11 <u>which each student enrolled in the institution may access, through</u> 12 <u>the institution's Internet website:</u>

13 (1) the student's current financial status, including: 14 (A) any amount of tuition or fees the student 15 <u>owes;</u>

16 (B) any grant, loan, or other financial aid 17 available specifically to the student, including the applicable 18 amounts of aid; and

19 <u>(C) any amount of money the student owes on a</u> 20 <u>student financial aid loan the student received through the</u> 21 <u>institution's financial aid office; and</u>

22 (2) the student's current academic status, including: (A) a list of the courses in which the student is 24 currently enrolled; 25 (B) a list of the courses that the student has 26 completed at the institution or at another institution for which

27 the institution will grant the student course credit, and the grade

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assigned for each course; and 2 (C) information concerning the required and elective courses, including the number of semester credit hours, 3 4 that the student must complete for the student's degree plan.

5 SECTION 3. Subchapter A, Chapter 54, Education Code, is 6 amended by adding Sections 54.016 and 54.017 to read as follows:

Sec. 54.016. LIMITATION ON INCREASE IN TOTAL AMOUNT OF 7 TUITION AND COMPULSORY FEES. (a) In this section, "compulsory fee" 8 9 has the meaning assigned by Section 54.503.

The total amount of tuition and compulsory fees charged 10 (b) by an institution of higher education to a student may not exceed 11 12 the total amount of tuition and compulsory fees that the institution would have charged to a similarly situated student in 13 14 the preceding academic year by more than five percent. For purposes 15 of this subsection, students are similarly situated if they share the same residency status, degree program, course load, course 16 17 level, tuition exemption status, and other circumstances affecting the tuition and compulsory fees charged to the student. This 18 19 subsection does not ensure that the total amount of tuition and compulsory fees charged to an individual student will not increase 20 21 by more than five percent if the increase is based on a change in the student's residency status, degree program, course load, course 22 level, tuition exemption status, or other circumstance affecting 23 24 the tuition and compulsory fees charged to the student.

25 (c) If as a result of a required statutory increase in 26 tuition or a compulsory fee an institution of higher education would charge more in tuition and compulsory fees for an academic 27

period than permitted under this section because the institution 1 2 does not have sufficient time before the beginning of the academic period to adjust its tuition and compulsory fee charges: 3 4 (1) tuition for which rates are prescribed under 5 Section 54.051 or another provision prescribing tuition rates shall 6 be charged at those required rates; and (2) the amount designated as tuition under Section 7 54.0513 or another provision authorizing an institution to 8 9 establish tuition rates, and the amount of a compulsory fee that is not prescribed by law, must each be reduced by the same percentage 10 as necessary to comply with this section, except that the 11 12 institution is not required to reduce a fee in an amount that is approved by a majority vote of the institution's students 13 14 participating in a general student election held for that purpose. 15 (d) The Texas Higher Education Coordinating Board may adopt rules as necessary to administer this section. 16 17 (e) Notwithstanding Subsection (b), for the 2007-2008 academic year, the 2008-2009 academic year, and the 2009-2010 18 academic year, the total amount of tuition and compulsory fees 19 charged by an institution of higher education to a student may not 20 21 exceed the total amount of tuition and compulsory fees that the institution would have charged to a similarly situated student in 22 the 2006-2007 academic year. For purposes of this subsection, 23 24 students are similarly situated if they share the same residency status, degree program, course load, course level, tuition 25 26 exemption status, and other circumstances affecting the tuition and compulsory fees charged to the student. This subsection does 27

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1	not ensure that the total amount of tuition and compulsory fees
2	charged to an individual student in an academic year in which
3	tuition and fee increases are restricted under this subsection will
4	not exceed the total amount of tuition and compulsory fees charged
5	to the student in a prior academic year if the increase is based on a
6	change in the student's residency status, degree program, course
7	load, course level, or tuition exemption status or other
8	circumstances affecting the tuition and compulsory fees charged to
9	the student. This subsection expires September 1, 2010.
10	Sec. 54.017. NOTICE OF INCREASE IN AMOUNT OF COMPULSORY
11	FEE. (a) In this section, "compulsory fee" has the meaning
12	assigned by Section 54.503.
13	(b) An institution of higher education that proposes to
14	increase the amount of a compulsory fee must, not later than the
15	60th day before the date the fee increase will take effect, provide
16	written notice of the proposed increase:
17	(1) in a newspaper of general circulation in the
18	county in which the institution is located; and
19	(2) to the state representative and state senator who
20	represent the legislative districts in which the institution is
21	located.
22	(c) Notice provided under Subsection (b) must:
23	(1) clearly identify the compulsory fee for which the
24	increase in amount is proposed;
25	(2) state the current amount of the fee and the amount
26	of the proposed increase; and
27	(3) state the semester or other term in which the

## 1 amount of the fee was most recently increased, if applicable.

2 SECTION 4. Section 61.051(a-3), Education Code, is amended 3 to read as follows:

4 (a-3) The board shall inform the legislature on matters pertaining to higher education, including the state's activities in 5 6 the Board of Control for Southern Regional Education, and shall report to the legislature not later than January 1 of each 7 8 odd-numbered year on the state of higher education in Texas. In the biennial report, the board shall assess the state's progress in 9 meeting the goals stated in the plan developed under Subsection 10 (a-1) and shall recommend legislative action to assist the state in 11 meeting those goals, including recommendations concerning the 12 amount of money that would be necessary for funding specific 13 14 financial aid programs in order to meet relevant goals. The report 15 must include the analyses performed in connection with the board's periodic review under Subsection (a-2). 16

SECTION 5. The Texas Higher Education Coordinating Board 17 shall study methods, including funding methods, for expanding the 18 number and type of work-study opportunities at public institutions 19 of higher education in order to provide financially needy students 20 21 with the employment opportunities necessary to support the students' attendance at those institutions. Not later than 22 December 1, 2008, the coordinating board shall submit the results 23 24 of the study, including the board's recommendations, to the governing board of each public institution of higher education and 25 26 to the chair of each legislative standing committee or subcommittee 27 with jurisdiction over higher education. This section expires

1 January 1, 2009.

SECTION 6. (a) Not later than January 1, 2008, the Texas Higher Education Coordinating Board shall adopt guidelines as required by Section 51.970, Education Code, as added by this Act. Not later than August 1, 2008, each public institution of higher education shall provide a method by which the institution's students may access financial and academic information as required by that section.

9 (b) Section 54.016, Education Code, as added by this Act, 10 does not affect tuition or compulsory fees charged under Chapter 11 54, Education Code, for a term or semester before the 2007-2008 12 academic year.

13 (c) Section 54.017, Education Code, as added by this Act, 14 applies only to an increase in the amount of a compulsory fee that 15 is proposed to take effect on or after January 1, 2008.

SECTION 7. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2007.