By: Ellis

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A BILL TO BE ENTITLED AN ACT 1 2 relating to a limitation on the amount of tuition charged by public 3 institutions of higher education. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Subchapter B, Chapter 54, Education Code, is 5 6 amended by adding Section 54.0514 to read as follows: Sec. 54.0514. LIMITATION ON TOTAL AMOUNT OF TUITION. (a) 7 In this section, "tuition" includes: 8 9 (1) tuition for which the rates are prescribed by this 10 chapter; and (2) tuition charged by an institution of higher 11 12 education under Section 54.0513 or another law authorizing an institution to establish tuition rates. 13 14 (b) The total amount of tuition charged by an institution of higher education to a student for an academic year may not exceed 15 16 the total amount of tuition that the institution would have charged under this chapter to a similarly situated student for the 17 2008-2009 academic year. For purposes of this subsection, students 18 are similarly situated if they share the same residency status, 19 degree program, course load, course level, tuition exemption 20 21 status, and other circumstances affecting the tuition charged to the student. This subsection does not ensure that the total amount 22 23 of tuition charged to an individual student does not increase based on a change in the student's residency status, degree program, 24

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1 course load, course level, tuition exemption status, or other 2 circumstance affecting the tuition charged to the student.

3 SECTION 2. Sections 54.0513(a) and (b), Education Code, are 4 amended to read as follows:

(a) In addition to amounts that a governing board of an 5 6 institution of higher education is authorized to charge as tuition 7 under the other provisions of this chapter, the governing board $[\tau]$ under the terms the governing board considers appropriate,] may 8 9 charge any student an amount designated as tuition not to exceed the amount that enables the institution to comply with Section 54.0514 10 that the governing board considers necessary for the effective 11 operation of the institution. 12

Subject to the limit provided by Subsection (a) on the 13 (b) 14 amount designated as tuition charged under this section, a [A]15 governing board may set a different tuition rate under this section for each program and course level offered by each institution of 16 17 higher education[. A governing board may set a different tuition rate] as the governing board considers appropriate to increase 18 graduation rates, encourage efficient use of facilities, [or] 19 enhance employee performance, or further another legitimate 20 21 purpose of the institution.

22 SECTION 3. Sections 54.0515(e) and (f), Education Code, are 23 amended to read as follows:

(e) It is the legislature's intent that each institution of
higher education[, as a condition to tuition deregulation under
Section 54.0513,] reasonably implement the following:

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(1) each institution shall make satisfactory progress

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towards the goals provided in its master plan for higher education and in "Closing the Gaps," the state's master plan for higher education; and

4 (2) each institution shall meet acceptable 5 performance criteria, including measures such as graduation rates, 6 retention rates, enrollment growth, educational quality, efforts 7 to enhance minority participation, opportunities for financial 8 aid, and affordability.

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(f) The committee shall:

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meet at the call of either chair;

11 (2) monitor and regularly report to the legislature on 12 each institution of higher education's compliance with the 13 requirements of Subsection (e); and

14 (3) receive and review information concerning the 15 affordability and accessibility of higher education[, including 16 the impact of tuition deregulation].

SECTION 4. This Act applies beginning with tuition charged by public institutions of higher education for the 2009-2010 academic year. Tuition charged by an institution of higher education in an academic year before that academic year is covered by the law in effect before the effective date of this Act, and the former law is continued in effect for that purpose.

23 SECTION 5. This Act takes effect immediately if it receives 24 a vote of two-thirds of all the members elected to each house, as 25 provided by Section 39, Article III, Texas Constitution. If this 26 Act does not receive the vote necessary for immediate effect, this 27 Act takes effect September 1, 2009.

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