By: Alvarado H.B. No. 1737

Substitute the following for H.B. No. 1737:

By: Lozano C.S.H.B. No. 1737

## A BILL TO BE ENTITLED

1 AN ACT

2 relating to certain academic programs and projects undertaken by

3 public institutions of higher education at an off-campus academic

4 or research site or a similar location.

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

6 SECTION 1. Section 61.0512(a), Education Code, is amended

7 to read as follows:

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8 (a) A new degree or certificate program may be added at an

institution of higher education only with specific prior approval

10 of the board. A degree or certificate program offered at an

11 off-campus academic or research site is considered a new degree or

12 certificate program if not previously offered at the off-campus

13 <u>academic or research site.</u> A new degree or certificate program is

considered approved if the board has not completed a review under

15 this section and acted to approve or disapprove the proposed

16 program before the first anniversary of the date on which an

17 institution of higher education submits a completed application for

18 approval to the board. The board may not summarily disapprove a

19 program without completing the review required by this section.

20 The board shall specify by rule the elements that constitute a

21 completed application and shall make an administrative

22 determination of the completeness of the application not later than

23 the fifth business day after receiving the application. A request

24 for additional information in support of an application that has

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- 1 been determined administratively complete does not toll the period
- 2 within which the application is considered approved under this
- 3 section.
- 4 SECTION 2. Section 61.0572(d), Education Code, is amended
- 5 to read as follows:
- 6 (d) The board may review purchases of improved real property
- 7 added to an institution's educational and general buildings and
- 8 facilities inventory to determine whether the property meets the
- 9 standards adopted by the board for cost, efficiency, space need,
- 10 and space use, but subject to Section 61.0584 the purchase of the
- 11 improved real property is not contingent on board review or
- 12 approval. Standards must be adopted by the board using the
- 13 negotiated rulemaking procedures under Chapter 2008, Government
- 14 Code. If the property does not meet those standards, the board
- 15 shall notify the governor, the lieutenant governor, the speaker of
- 16 the house of representatives, the governing board of the applicable
- 17 institution, and the Legislative Budget Board. This subsection
- 18 does not impair the board's authority to collect data relating to
- 19 the improved real property that is added each year to the
- 20 educational and general buildings and facilities inventory of
- 21 institutions of higher education.
- SECTION 3. Section 61.058(b), Education Code, is amended to
- 23 read as follows:
- (b) The board may review all construction, repair, or
- 25 rehabilitation of buildings and facilities at institutions of
- 26 higher education to determine whether the construction,
- 27 rehabilitation, or repair meets the standards adopted by board rule

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- 1 for cost, efficiency, space need, and space use, but subject to
- 2 Section 61.0584 the construction, rehabilitation, or repair is not
- 3 contingent on board review or approval. Standards must be adopted
- 4 by the board using the negotiated rulemaking procedures under
- 5 Chapter 2008, Government Code. If the construction,
- 6 rehabilitation, or repair does not meet those standards, the board
- 7 shall notify the governor, the lieutenant governor, the speaker of
- 8 the house of representatives, the governing boards of the
- 9 applicable institutions, and the Legislative Budget Board. This
- 10 subsection does not impair the board's authority to collect data
- 11 relating to the construction, repair, or rehabilitation of
- 12 buildings and facilities occurring each year at institutions of
- 13 higher education.
- 14 SECTION 4. Subchapter C, Chapter 61, Education Code, is
- 15 amended by adding Section 61.0584 to read as follows:
- Sec. 61.0584. OFF-CAMPUS ACADEMIC OR RESEARCH SITE. (a)
- 17 This section does not apply to buildings and facilities that are
- 18 located on an off-campus academic or research site, that are to be
- 19 used exclusively for auxiliary enterprises, and that will not
- 20 require appropriations from the legislature for operation,
- 21 maintenance, or repair.
- (b) Based on criteria established under Subsection (d), the
- 23 board shall review and shall approve or disapprove an action taken
- 24 by the governing board of an institution of higher education or
- 25 <u>university system</u>, through purchase, lease, or otherwise, to:
- 26 <u>(1) acquire improved or unimproved real property for</u>
- 27 use at a new or existing off-campus academic or research site; or

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               (2) acquire or construct a building or facility for
   use at a site described by Subdivision (1).
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          (c) The board, using the negotiated rulemaking procedures
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   under Chapter 2008, Government Code, shall develop a procedure for
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   each institution of higher education or university system to use to
   identify, for purposes of the board review required by this
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   section, the scope and character of projects that are proposed for:
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               (1) an off-campus academic or research site, including
   projects relating to:
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                    (A) a multi-institution teaching center (MITC);
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                    (B) a medical school;
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                    (C) a branch campus;
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                    (D) a satellite campus; and
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                    (E) a health science center; and
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               (2) any other location that is separate from the main
   campus of an institution and that is to be used for academic or
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   research purposes.
         (d) Using the negotiated rulemaking procedures under
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   Chapter 2008, Government Code, the board shall establish criteria
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   for reviewing and for approving or disapproving an action taken by
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   the governing board of an institution of higher education or
21
   university system as described by Subsection (b). Criteria adopted
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   under this subsection must prioritize the academic and research
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   needs of institutions of higher education while preventing
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   unnecessary duplication in program offerings, faculties, and
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   physical plants.
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(e) Information related to the board's findings and

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- 1 determinations under this section is not subject to the required
- 2 disclosure under Chapter 552, Government Code.
- 3 (f) The board may conduct a closed meeting pursuant to
- 4 Section 551.072, Government Code, to deliberate the approval or
- 5 disapproval of any action subject to that section and taken by the
- 6 governing board of an institution of higher education or university
- 7 system as described by Subsection (b). As necessary and
- 8 appropriate, the board may hold its closed meeting as an emergency
- 9 meeting under Section 551.045, Government Code.
- 10 (g) The board shall report its findings and determinations
- 11 under this section to the governor, the lieutenant governor, the
- 12 speaker of the house of representatives, the Legislative Budget
- 13 Board, and the governing boards of the applicable institutions of
- 14 higher education or university systems.
- 15 SECTION 5. The Texas Higher Education Coordinating Board
- 16 shall adopt the rules required by Section 61.0584, Education Code,
- 17 as added by this Act, as soon as practicable following the effective
- 18 date of this Act, but not later than August 1, 2018.
- 19 SECTION 6. The changes in law made by this Act apply only to
- 20 a proposal for acquisition or construction made on or after the
- 21 effective date of this Act. A proposal for acquisition or
- 22 construction made before the effective date of this Act is governed
- 23 by the law in effect on the date the proposal was made, and the
- 24 former law is continued in effect for that purpose.
- 25 SECTION 7. This Act takes effect September 1, 2017.