1 AN ACT

2 relating to the allocation and use of the annual constitutional

3 appropriation to certain agencies and institutions of higher

4 education.

7

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

6 SECTION 1. Section 62.021, Education Code, is amended by

amending Subsections (a), (a-1), (b), and (c) and adding Subsection

8 (a-3) to read as follows:

9 (a) In <u>each state fiscal year beginning with</u> the state 10 fiscal year ending August 31, <u>2021</u> [2016], an eligible institution 11 is entitled to receive an amount allocated in accordance with this

12 section from the funds appropriated for that year by Section 17(a),

13 Article VII, Texas Constitution. The comptroller shall distribute

14 funds allocated under this subsection only on presentation of a

15 claim and issuance of a warrant in accordance with Section 403.071,

16 Government Code. An eligible institution may not present a claim to

17 be paid from any funds allocated under this subsection before the

18 delivery of goods or services described in Section 17, Article VII,

19 Texas Constitution, except for the payment of principal or interest

20 on bonds or notes or for a payment for a book or other published

21 library material as authorized by Section 2155.386, Government

22 Code. The allocation of funds under this subsection is made in

23 accordance with an equitable formula consisting of the following

24 elements: space deficit, facilities condition, institutional

- 1 complexity, and a separate allocation for the Texas State Technical
- 2 College System. The annual amounts allocated by the formula are as
- 3 follows:
- 4 (1) \$4,933,200 [\$3,374,275] to Midwestern State
- 5 University;
- 6 (2) to the following component institutions of the
- 7 University of North Texas System:
- 8 (A) $\frac{$37,346,563}{}$ [$\frac{$25,041,370}{}$] to the University
- 9 of North Texas;
- 10 (B) \$15,125,502 [\$11,394,570] to the University
- 11 of North Texas Health Science Center at Fort Worth; and
- (C) $\$3,354,441 \ [\$1,408,669]$ to the University of
- 13 North Texas at Dallas[, \$135,593 of which must be used for the
- 14 University of North Texas at Dallas College of Law];
- 15 (3) \$11,277,793 [\$7,757,442] to Stephen F. Austin
- 16 State University;
- 17 (4) to the following component institutions of the
- 18 Texas State University System:
- 19 (A) \$13,141,181 [\$9,401,255] to Lamar
- 20 University;
- (B) $\frac{$2,553,130}{}$ [$\frac{$1,720,347}{}$] to the Lamar
- 22 Institute of Technology;
- (C) $\frac{$1,488,396}{$1,129,562}$ to Lamar State
- 24 College--Orange;
- (D) $\frac{$2,217,102}{}$ [$\frac{$1,438,523}{}$] to Lamar State
- 26 College--Port Arthur;
- 27 (E) \$18,236,811 [\$\frac{\$11,553,239}{}] to Sam Houston

- 1 State University;
- 2 (F) $\frac{$37,606,478}{}$ [$\frac{$24,775,170}{}$] to Texas State
- 3 University;
- 4 (G) $\frac{$2,151,723}{}$ [$\frac{$1,423,682}{}$] to Sul Ross State
- 5 University; and
- 6 (H) \$472,890 [\$273,825] to Sul Ross State
- 7 University-Rio Grande College;
- 8 (5) \$11,719,335 [\$7,773,229] to Texas Southern
- 9 University;
- 10 (6) to the following component institutions of the
- 11 Texas Tech University System:
- (A) \$49,874,746 [\$32,817,206] to Texas Tech
- 13 University;
- (B) \$21,652,392 [\$15,581,597] to Texas Tech
- 15 University Health Sciences Center;
- (C) $\frac{\$6,792,999}{\$3,546,735}$ to Angelo State
- 17 University; and
- (D) $\frac{$5,557,572}{}$ [\$\frac{\$4,156,050}{}\$] to Texas Tech
- 19 University Health Sciences Center--El Paso;
- 20 (7) \$14,554,133 [\$9,897,706] to Texas Woman's
- 21 University;
- 22 (8) to the following component institutions of the
- 23 University of Houston System:
- 24 (A) $\frac{$54,514,004}{}$ [$\frac{$35,180,036}{}$] to the University
- 25 of Houston;
- 26 (B) $\frac{\$3,542,817}{\$2,850,574}$ to the University of
- 27 Houston--Victoria;

```
1
                           $7,726,043 [$5,336,744] to the University of
                     (C)
 2
    Houston--Clear Lake; and
                     (D)
                           \$10,828,344 [\$7,835,252] to the University
 3
 4
    of Houston--Downtown;
 5
                (9) to the following component institutions of The
    Texas A&M University System:
 6
 7
                     (A) $11,478,824
                                         [$7,424,229]
                                                         to
                                                              Texas
                                                                      A&M
    University--Corpus Christi;
8
 9
                           $7,462,394
                                         [\$4,473,273]
                                                        to
                                                             Texas
                                                                      A&M
10
    International University;
11
                      (C)
                           $8,858,060
                                         [\$5,977,371]
                                                        to
                                                             Texas
                                                                      A&M
    University--Kingsville;
12
13
                     (D)
                           $7,446,495 [$4,776,272] to West Texas A&M
14
    University;
15
                     (E)
                           $11,123,859
                                         [\$7,190,875]
                                                                      A&M
                                                         to
                                                              Texas
16
    University--Commerce; and
                          $2,050,273
                                         [$<del>1,215,922</del>]
17
                     (F)
                                                        to
                                                             Texas
                                                                      A&M
18
    University--Texarkana; and
                      $8,662,500
                                   [\$5,775,000] to
                                                            Texas
19
                (10)
                                                      the
20
    Technical
                College
                          System Administration and
                                                         the
    component campuses, but not its extension centers or programs:
21
22
                     (A)
                           Texas State Technical College-Harlingen;
                           Texas State Technical College--Marshall;
2.3
                     (B)
                           Texas State Technical College--West Texas;
24
                      (C)
25
    [and]
                     (D)
                           Texas State Technical College--Waco;
26
27
                     (E)
                          Texas State Technical College--Fort Bend;
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1 and

2 (F) Texas State Technical College--North Texas.

- In [each state fiscal year beginning with] the state 3 fiscal year ending August 31, 2020 [2017], an eligible institution 4 is entitled to receive an amount allocated in accordance with this 5 subsection from the funds appropriated for that year by Section 6 7 17(a), Article VII, Texas Constitution. The comptroller shall distribute funds allocated under this subsection 8 9 presentation of a claim and issuance of a warrant in accordance with Section 403.071, Government Code. An eligible institution may not 10 11 present a claim to be paid from any funds allocated under this subsection before the delivery of goods or services described in 12 13 Section 17, Article VII, Texas Constitution, except for the payment of principal or interest on bonds or notes or for a payment for a 14 15 book or other published library material as authorized by Section 16 2155.386, Government Code. The allocation of funds under this subsection is made in accordance with an equitable formula 17 consisting of the following elements: space deficit, facilities 18 condition, institutional complexity, and a separate allocation for 19 20 the Texas State Technical College System. The annual amounts allocated by the formula are as follows: 21
- 22 (1) \$5,061,412 to Midwestern State University;
- 23 (2) to the following component institutions of the
- 24 University of North Texas System:
- 25 (A) \$37,562,056 to the University of North Texas;
- 26 (B) \$17,091,856 to the University of North Texas
- 27 Health Science Center at Fort Worth; and

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1
                     (C) $2,113,004 to the University of North Texas
    at Dallas[, $203,390 of which must be used for the University of
 2
   North Texas at Dallas College of Law];
 3
 4
                (3) $11,636,163 to Stephen F. Austin State University;
 5
                    to the following component institutions of the
   Texas State University System:
 6
 7
                     (A)
                          $14,101,882 to Lamar University;
                          $2,580,521 to
8
                     (B)
                                           the
                                                 Lamar
                                                         Institute
                                                                     of
 9
   Technology;
10
                     (C)
                          $1,694,343 to Lamar State College--Orange;
11
                     (D)
                          $2,157,784 to Lamar State College--Port
   Arthur;
12
13
                     (E)
                          $17,329,858 to Sam Houston State University;
                          $37,162,755 to Texas State University;
14
                     (F)
15
                     (G)
                          $2,135,523 to Sul Ross State University; and
                          $410,738 to Sul Ross State University-Rio
16
                     (H)
   Grande College;
17
               (5)
                     $11,659,843 to Texas Southern University;
18
                     to the following component institutions of the
19
                (6)
20
   Texas Tech University System:
                          $49,225,809 to Texas Tech University;
21
                     (A)
22
                     (B)
                         $23,372,396 to Texas Tech University Health
    Sciences Center;
23
24
                     (C)
                          $5,320,102 to Angelo State University; and
25
                     (D)
                          $6,234,075 to Texas Tech University Health
   Sciences Center--El Paso;
26
27
                (7)
                     $14,846,558 to Texas Woman's University;
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1
                     to the following component institutions of the
                (8)
    University of Houston System:
 2
                     (A)
                           $52,770,054 to the University of Houston;
 3
                     (B)
                           $4,275,861
 4
                                         to
                                                the
                                                       University
                                                                      of
 5
    Houston--Victoria;
 6
                     (C)
                          $8,005,116
                                                       University
                                         to
                                                the
                                                                      of
 7
    Houston--Clear Lake; and
                     (D)
                           $11,752,877
                                                        University
8
                                          to
                                                 the
                                                                      of
 9
    Houston--Downtown:
10
                     to the following component institutions of The
11
    Texas A&M University System:
                          $11,136,344 to Texas A&M University--Corpus
12
    Christi;
13
                     (B)
                           $6,709,910
14
                                        to
                                             Texas
                                                     A&M
                                                           International
15
    University;
16
                     (C)
                           $8,966,056
                                             to
                                                        Texas
                                                                     A&M
17
    University--Kingsville;
                           $7,164,408 to West Texas A&M University;
18
                     (D)
19
                           $10,786,313
                                              to
                                                        Texas
                                                                     A&M
    University--Commerce; and
20
21
                          $1,823,883
                     (F)
                                             to
                                                        Texas
                                                                     A&M
22
    University--Texarkana; and
                      $8,662,500 to the Texas State Technical College
23
24
    System Administration and the following component campuses, but not
25
    its extension centers or programs:
26
                     (A)
                          Texas State Technical College-Harlingen;
27
                      (B)
                          Texas State Technical College--Marshall;
```

```
Texas State Technical College--West Texas;
 1
                     (C)
 2
    [and]
                     (D)
                          Texas State Technical College--Waco;
 3
 4
                     (E)
                          Texas State Technical College -- Fort Bend;
5
   and
6
                          Texas State Technical College -- North Texas.
                     (F)
7
          (a-3) This subsection and Subsection (a-1) expire September
    1, 2020.
8
9
               Each governing board participating in the distribution
    of funds as described in this section may expend the funds without
10
    limitation, and as the governing board may decide in its sole
11
12
   discretion, for any and all purposes described in Section 17,
   Article VII, Texas [Section 17, of the] Constitution, including to
13
   purchase or contract for cloud computing services or other
14
15
   intangible assets with an expected useful life or for a contract
16
   period of more than one year [of Texas; provided, however, that for
   new construction, major repair and rehabilitation projects, and
17
   land acquisition projects, those funds may not be expended without
18
   the prior approval of the legislature or the approval, review, or
19
20
   endorsement, as applicable, of the coordinating board; and provided
21
   further that review and approval of major repair and rehabilitation
   shall apply only to projects in excess of $600,000].
22
              Each governing board participating in the distribution
23
24
    of funds as described in this section may issue bonds and notes as
25
    authorized in <u>Section 17</u>, Article VII, <u>Texas</u> [<del>Section 17</del>, of the]
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Constitution [of Texas]. [For purposes of this chapter, the

governing board of Texas Tech University may issue bonds and notes

26

27

- 1 as authorized in Article VII, Section 17, of the Constitution of
- 2 Texas, on behalf of both Texas Tech University and Texas Tech
- 3 University Health Sciences Center, and the annual appropriations of
- 4 both institutions may be combined and pledged by the governing body
- 5 of Texas Tech University in support of such bonds and notes.
- 6 SECTION 2. Sections 62.021(a-2) and (f), Education Code,
- 7 are repealed.
- 8 SECTION 3. (a) The amounts allocated under Section
- 9 62.021(a-1), Education Code, as amended by this Act, apply to the
- 10 state fiscal year beginning September 1, 2019.
- 11 (b) The amounts allocated under Section 62.021(a),
- 12 Education Code, as amended by this Act, apply to each state fiscal
- 13 year beginning with the state fiscal year beginning September 1,
- 14 2020.
- 15 SECTION 4. This Act takes effect August 31, 2019.

President of the Senate Speaker of the House
I hereby certify that S.B. No. 709 passed the Senate on
i hereby certify that S.B. No. 709 passed the senate on
April 10, 2019, by the following vote: Yeas 29, Nays 1; and that
the Senate concurred in House amendment on May 23, 2019, by the
following vote: Yeas 31, Nays 0.
Secretary of the Senate
I hereby certify that S.B. No. 709 passed the House, with
amendment, on May 15, 2019, by the following vote: Yeas 135,
Nays 10, two present not voting.
Chief Clerk of the House
Approved:
Date
Governor