

Amend CSHB 42 (house committee report) by striking all below the enacting clause and substituting the following:

SECTION 1. (a) This section takes effect only if the constitutional amendment proposed by the 89th Legislature, Regular Session, 2025, providing for the creation of funds to support the capital needs of educational programs offered by the Texas State Technical College System is approved by the voters.

(b) Section 62.021, Education Code, is amended by amending Subsection (a) and adding Subsections (a-1) and (a-2) to read as follows:

(a) In each state fiscal year beginning with the state fiscal year ending August 31, 2027 [~~2021~~], an eligible institution is entitled to receive an amount allocated in accordance with this section from the funds appropriated for that year by Section 17(a), Article VII, Texas Constitution. The comptroller shall distribute funds allocated under this subsection only on presentation of a claim and issuance of a warrant in accordance with Section 403.071, Government Code. An eligible institution may not present a claim to be paid from any funds allocated under this subsection before the delivery of goods or services described in Section 17, Article VII, Texas Constitution, except for the payment of principal or interest on bonds or notes or for a payment for a book or other published library material as authorized by Section 2155.386, Government Code. The allocation of funds under this subsection is made in accordance with an equitable formula consisting of the following elements: space deficit, facilities condition, and institutional complexity[, ~~and a separate allocation for the Texas State Technical College System~~]. The annual amounts allocated by the formula are as follows:

(1) to the following component institutions of the University of North Texas System:

(A) \$103,401,605 [~~\$38,473,304~~] to the University of North Texas and its branch campus the University of North Texas at Frisco, allocated as determined by the board of regents of the system;

(B) \$33,295,551 [~~\$15,581,837~~] to the University of North Texas Health Science Center at Fort Worth; and

(C) \$10,176,145 [~~\$3,455,644~~] to the University of North Texas at Dallas;

(2) to the following component institutions of the Texas State University System:

(A) \$32,210,235 [~~\$13,537,649~~] to Lamar University;

(B) \$11,501,946 [~~\$2,630,158~~] to the Lamar Institute of Technology;

(C) \$7,645,173 [~~\$1,533,301~~] to Lamar State College--Orange;

(D) \$9,856,421 [~~\$2,283,992~~] to Lamar State College--Port Arthur;

(E) \$36,218,217 [~~\$18,787,013~~] to Sam Houston State University;

(F) \$10,819,040 to Sam Houston State University College of Osteopathic Medicine;

(G) \$91,594,285 [~~\$38,741,061~~] to Texas State University;

(H) \$6,284,289 [~~(G) \$2,216,640~~] to Sul Ross State University; and

(I) \$3,407,790 [~~(H) \$487,157~~] to Sul Ross State University-Rio Grande College;

(3) \$19,354,930 [~~\$12,072,906~~] to Texas Southern University;

(4) to the following component institutions of the Texas Tech University System:

(A) \$131,225,583 [~~\$51,379,461~~] to Texas Tech University;

(B) \$44,977,109 [~~\$22,305,642~~] to Texas Tech University Health Sciences Center and its branch campuses Texas Tech University Health Sciences Center at Abilene and Texas Tech University Health Sciences Center at Dallas, allocated as determined by the board of regents of the system;

(C) \$15,582,526 [~~\$6,997,943~~] to Angelo State University;

(D) \$17,155,861 [~~\$5,725,243~~] to Texas Tech University Health Sciences Center--El Paso; and

(E) \$10,352,117 [~~\$5,082,034~~] to Midwestern State University;

(5) \$30,610,326 [~~\$14,993,229~~] to the component institutions of the Texas Woman's University System, allocated as determined by the board of regents of the system;

(6) to the following component institutions of the University of Houston System:

(A) \$112,236,829 [~~\$56,158,685~~] to the University of Houston;

(B) \$8,397,495 [~~\$3,649,703~~] to the University of Houston--Victoria;

(C) \$14,968,216 [~~\$7,959,137~~] to the University of Houston--Clear Lake; ~~[and]~~

(D) \$21,881,515 [~~\$11,155,034~~] to the University of Houston--Downtown; and

(E) \$7,947,133 to the University of Houston College of Medicine; and

(7) to the following component institutions of The Texas A&M University System:

(A) \$25,075,189 [~~\$11,825,139~~] to Texas A&M University--Corpus Christi;

(B) \$17,666,749 [~~\$7,687,534~~] to Texas A&M International University;

(C) \$15,563,520 [~~\$9,125,307~~] to Texas A&M University--Kingsville;

(D) \$17,341,425 [~~\$7,671,155~~] to West Texas A&M University;

(E) \$19,768,680 [~~\$11,459,464~~] to East Texas A&M University [~~University--Commerce~~]; and

(F) \$6,335,816 [~~\$2,112,129~~] to Texas A&M University--Texarkana~~;~~ ~~and~~

~~[(8) \$8,662,500 to the Texas State Technical College System Administration and the following component campuses, but not its extension centers or programs:~~

~~[(A) Texas State Technical College--Harlingen;~~

~~[(B) Texas State Technical College--Marshall;~~

~~[(C) Texas State Technical College--West Texas;~~

~~[(D) Texas State Technical College--Waco,~~
~~[(E) Texas State Technical College--Fort Bend,~~
and
~~[(F) Texas State Technical College--North~~
~~Texas].~~

(a-1) In the state fiscal year ending August 31, 2026, an eligible institution is entitled to receive an amount allocated in accordance with this section from the funds appropriated for that year by Section 17(a), Article VII, Texas Constitution. The comptroller shall distribute funds allocated under this subsection only on presentation of a claim and issuance of a warrant in accordance with Section 403.071, Government Code. An eligible institution may not present a claim to be paid from any funds allocated under this subsection before the delivery of goods or services described in Section 17, Article VII, Texas Constitution, except for the payment of principal or interest on bonds or notes or for a payment for a book or other published library material as authorized by Section 2155.386, Government Code. The allocation of funds under this subsection is made in accordance with an equitable formula consisting of the following elements: space deficit, facilities condition, institutional complexity, and a separate allocation for the Texas State Technical College System. The annual amounts allocated by the formula are as follows:

(1) to the following component institutions of the University of North Texas System:

(A) \$101,017,531 to the University of North Texas and its branch campus the University of North Texas at Frisco, allocated as determined by the board of regents of the system;

(B) \$32,573,987 to the University of North Texas Health Science Center at Fort Worth; and

(C) \$9,987,632 to the University of North Texas at Dallas;

(2) to the following component institutions of the Texas State University System:

(A) \$31,475,992 to Lamar University;

(B) \$11,281,002 to the Lamar Institute of

Technology;

(C) \$7,515,016 to Lamar State College--Orange;

(D) \$9,675,280 to Lamar State College--Port

Arthur;

(E) \$35,383,153 to Sam Houston State University;

(F) \$10,615,704 to Sam Houston State University

College of Osteopathic Medicine;

(G) \$89,482,446 to Texas State University;

(H) \$6,185,508 to Sul Ross State University; and

(I) \$3,375,332 to Sul Ross State University-Rio

Grande College;

(3) \$18,943,400 to Texas Southern University;

(4) to the following component institutions of the

Texas Tech University System:

(A) \$128,199,988 to Texas Tech University;

(B) \$43,986,210 to Texas Tech University Health

Sciences Center and its branch campuses Texas Tech University

Health Sciences Center at Abilene and Texas Tech University Health

Sciences Center at Dallas, allocated as determined by the board of

regents of the system;

(C) \$15,250,267 to Angelo State University;

(D) \$16,806,421 to Texas Tech University Health

Sciences Center--El Paso; and

(E) \$10,159,546 to Midwestern State University;

(5) \$29,920,254 to the component institutions of the

Texas Woman's University System, allocated as determined by the

board of regents of the system;

(6) to the following component institutions of the

University of Houston System:

(A) \$109,649,047 to the University of Houston;

(B) \$8,249,991 to the University of

Houston--Victoria;

(C) \$14,659,572 to the University of

Houston--Clear Lake;

(D) \$21,396,280 to the University of

Houston--Downtown; and

(E) \$7,810,013 to the University of Houston

College of Medicine;

(7) to the following component institutions of The Texas A&M University System:

(A) \$24,523,894 to Texas A&M University--Corpus Christi;

(B) \$17,294,100 to Texas A&M International University;

(C) \$15,245,069 to Texas A&M University--Kingsville;

(D) \$16,975,295 to West Texas A&M University;

(E) \$19,335,200 to East Texas A&M University; and

(F) \$6,235,848 to Texas A&M University--Texarkana; and

(8) \$19,642,738 to the Texas State Technical College System Administration and the following component campuses, but not its extension centers or programs:

(A) Texas State Technical College-Harlingen;

(B) Texas State Technical College--Marshall;

(C) Texas State Technical College--West Texas;

(D) Texas State Technical College--Waco;

(E) Texas State Technical College--Fort Bend County;

(F) Texas State Technical College--North Texas; and

(G) Texas State Technical College--East Williamson County.

(a-2) Subsection (a-1) and this subsection expire September 1, 2027.

SECTION 2. (a) This section takes effect only if the constitutional amendment proposed by the 89th Legislature, Regular Session, 2025, providing for the creation of funds to support the capital needs of educational programs offered by the Texas State Technical College System is not approved by the voters.

(b) Section 62.021(a), Education Code, is amended to read as follows:

(a) In each state fiscal year beginning with the state fiscal year ending August 31, 2026 [2021], an eligible institution

is entitled to receive an amount allocated in accordance with this section from the funds appropriated for that year by Section 17(a), Article VII, Texas Constitution. The comptroller shall distribute funds allocated under this subsection only on presentation of a claim and issuance of a warrant in accordance with Section 403.071, Government Code. An eligible institution may not present a claim to be paid from any funds allocated under this subsection before the delivery of goods or services described in Section 17, Article VII, Texas Constitution, except for the payment of principal or interest on bonds or notes or for a payment for a book or other published library material as authorized by Section 2155.386, Government Code. The allocation of funds under this subsection is made in accordance with an equitable formula consisting of the following elements: space deficit, facilities condition, institutional complexity, and a separate allocation for the Texas State Technical College System. The annual amounts allocated by the formula are as follows:

(1) to the following component institutions of the University of North Texas System:

(A) \$101,017,531 [~~\$38,473,304~~] to the University of North Texas and its branch campus the University of North Texas at Frisco, allocated as determined by the board of regents of the system;

(B) \$32,573,987 [~~\$15,581,837~~] to the University of North Texas Health Science Center at Fort Worth; and

(C) \$9,987,632 [~~\$3,455,644~~] to the University of North Texas at Dallas;

(2) to the following component institutions of the Texas State University System:

(A) \$31,475,992 [~~\$13,537,649~~] to Lamar University;

(B) \$11,281,002 [~~\$2,630,158~~] to the Lamar Institute of Technology;

(C) \$7,515,016 [~~\$1,533,301~~] to Lamar State College--Orange;

(D) \$9,675,280 [~~\$2,283,992~~] to Lamar State College--Port Arthur;

(E) \$35,383,153 [~~\$18,787,013~~] to Sam Houston State University;

(F) \$10,615,704 to Sam Houston State University College of Osteopathic Medicine;

(G) \$89,482,446 [~~\$38,741,061~~] to Texas State University;

(H) \$6,185,508 [~~(G) \$2,216,640~~] to Sul Ross State University; and

(I) \$3,375,332 [~~(H) \$487,157~~] to Sul Ross State University-Rio Grande College;

(3) \$18,943,400 [~~\$12,072,906~~] to Texas Southern University;

(4) to the following component institutions of the Texas Tech University System:

(A) \$128,199,988 [~~\$51,379,461~~] to Texas Tech University;

(B) \$43,986,210 [~~\$22,305,642~~] to Texas Tech University Health Sciences Center and its branch campuses Texas Tech University Health Sciences Center at Abilene and Texas Tech University Health Sciences Center at Dallas, allocated as determined by the board of regents of the system;

(C) \$15,250,267 [~~\$6,997,943~~] to Angelo State University;

(D) \$16,806,421 [~~\$5,725,243~~] to Texas Tech University Health Sciences Center--El Paso; and

(E) \$10,159,546 [~~\$5,082,034~~] to Midwestern State University;

(5) \$29,920,254 [~~\$14,993,229~~] to the component institutions of the Texas Woman's University System, allocated as determined by the board of regents of the system;

(6) to the following component institutions of the University of Houston System:

(A) \$109,649,047 [~~\$56,158,685~~] to the University of Houston;

(B) \$8,249,991 [~~\$3,649,703~~] to the University of Houston--Victoria;

(C) \$14,659,572 [~~\$7,959,137~~] to the University

of Houston--Clear Lake; ~~[and]~~

(D) \$21,396,280 [~~\$11,155,034~~] to the University of Houston--Downtown; and

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(7) to the following component institutions of The Texas A&M University System:

(A) \$24,523,894 [~~\$11,825,139~~] to Texas A&M University--Corpus Christi;

(B) \$17,294,100 [~~\$7,687,534~~] to Texas A&M International University;

(C) \$15,245,069 [~~\$9,125,307~~] to Texas A&M University--Kingsville;

(D) \$16,975,295 [~~\$7,671,155~~] to West Texas A&M University;

(E) \$19,335,200 [~~\$11,459,464~~] to East Texas A&M University [~~University--Commerce~~]; and

(F) \$6,235,848 [~~\$2,112,129~~] to Texas A&M University--Texarkana; and

(8) \$19,642,738 [~~\$8,662,500~~] to the Texas State Technical College System Administration and the following component campuses, but not its extension centers or programs:

(A) Texas State Technical College--Harlingen;

(B) Texas State Technical College--Marshall;

(C) Texas State Technical College--West Texas;

(D) Texas State Technical College--Waco;

(E) Texas State Technical College--Fort Bend County; ~~[and]~~

(F) Texas State Technical College--North Texas; and

(G) Texas State Technical College--East Williamson County.

SECTION 3. Section 62.021, Education Code, is amended by adding Subsection (c-1) to read as follows:

(c-1) Each governing board participating in the distribution of funds as described in this section may in its sole discretion use the funds to pay the principal and interest of bonds

that were issued under Chapter 55 and the proceeds of which were spent for a purpose described in Section 17(a), Article VII, Texas Constitution.

SECTION 4. Section 62.024, Education Code, is amended to read as follows:

Sec. 62.024. AMOUNT OF ALLOCATION INCREASED. In accordance with Section 17(a), Article VII, Texas Constitution, for each state fiscal year beginning with the state fiscal year ending August 31, 2026 [~~2017~~], the amount of the annual constitutional appropriation under that subsection is increased to \$892,851,716 [~~\$393.75 million~~]. [~~Before the state fiscal year ending August 31, 2017, the amount of the annual constitutional appropriation under that subsection is \$262.5 million.~~]

SECTION 5. Section 62.027(c), Education Code, is amended to read as follows:

(c) The increase provided by the amendment to Section 62.024 enacted by the 89th [~~84th~~] Legislature, Regular Session, 2025 [~~2015~~], in the amount of the appropriation made under Section 17(a), Article VII, Texas Constitution, for each state fiscal year beginning with the state fiscal year ending August 31, 2026 [~~2017~~], constitutes the increase in accordance with Section 17(a) that the legislature considers appropriate for the five-year period beginning September 1, 2025 [~~2015~~].

SECTION 6. Section 62.021(e-2), Education Code, is repealed.

SECTION 7. The amounts allocated under Section 62.021, Education Code, as amended by this Act, apply to each state fiscal year beginning with the state fiscal year beginning September 1, 2025.

SECTION 8. Contingent on the passage and becoming law of **SB 2361** or similar legislation of the 89th Legislature, Regular Session, 2025, relating to the transfer of the University of Houston--Victoria to The Texas A&M University System, the amounts allocated to the University of Houston--Victoria under Section 62.021, Education Code, as amended by this Act, are allocated to the university as transferred to The Texas A&M University System.

SECTION 9. (a) Except as provided by Subsection (b) of

this section, this Act takes effect September 1, 2025.

(b) Sections 4 and 5 of this Act take effect as provided by Subsection (a) of this section only if this Act is approved by a vote of two-thirds of the membership of each house of the legislature as required by Section 17(a), Article VII, Texas Constitution.