## **BILL ANALYSIS**

Senate Research Center 78R7677 JSA-F

S.B. 1367 By: Duncan Subcommittee on Higher Education 4/27/2003 As Filed

## **DIGEST AND PURPOSE**

Currently, the students at Texas Tech Health Science Center do not pay a fee earmarked for its student center, which was constructed and furnished with gift funds and opened in 2002. The students and administration have proposed implementing a fee to generate revenue to maintain, operate, improve, and equip the center. As proposed, S.B. 1367 establishes the structure to implement a fee sufficient to support the student center.

## **RULEMAKING AUTHORITY**

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

## **SECTION BY SECTION ANALYSIS**

SECTION 1. Amends Subchapter E, Chapter 54, Education Code, by adding Section 54.5241, as follows:

Sec. 54.5241. STUDENT UNION FEES; TEXAS TECH UNIVERSITY SYSTEM. (a) Authorizes the board of regents of the Texas Tech University System to impose a fee in a fixed amount on each student enrolled in a component institution of the Texas Tech University System for the purpose of providing revenue for financing, operating, maintaining, improving, and equipping student union facilities or for acquiring or constructing additions to those facilities.

- (b) Authorizes the board of regents to change the amount of the fee imposed at an institution as necessary to provide sufficient funds for the student union but prohibits the increase of the fee from one academic year to the next from being more than 10 percent unless the amount of the increase is approved by certain measures.
- (c) Authorizes the board of regents to prorate the amount of the fee imposed at an institution based on the length of the semester or term for which a student enrolls.
- (d) Requires the fiscal officer of each institution to collect the fees imposed under this section at the institution and to credit the money received from the fees to an account known as the student union account. Authorizes the money in the account to be used only for the purposes provided by Subsection (a) and requires that it be placed under the control of and subject to the order of the advisory board of the institution's student union. Requires the advisory board to annually submit a complete and itemized budget accompanied by a full and complete report of all activities conducted during the year and all expenditures made in connection with those activities. Requires the board of regents to make the changes in the budget as it considers necessary before approving the budget and to impose the fees in an amount sufficient to meet the budgetary needs of the student union, subject to Subsection (b).
- (e) Authorizes the board of regents to pledge the fees imposed under this section

to pay obligations issued for authorized purposes pursuant to the revenue financing system of the Texas Tech University System.

(f) Provides that student union fees imposed under this section are in addition to any other fee the board of regents is authorized by law to impose and prohibits those fees from being considered in determining the maximum student services fee that may be imposed under Section 54.503(b).

SECTION 2. Repealer: Section 54.524 (Student Fees for University Center; Texas Tech University), Education Code.

SECTION 3. (a) Provides that the change in law made by this Act takes effect beginning with the 2004 fall semester.

- (b) Makes application of this Act prospective to fall semester 2004 except as otherwise provided by this subsection. Requires revenue in the university center account at a component institution of the Texas Tech University System at the beginning of the 2004 fall semester to be transferred to the credit of the student union account established at the institution under Section 54.5241, Education Code, as added by this Act.
- (c) Provides that for purposes of determining the amount of a fee that authorizes to be imposed at an institution under Section 54.5241, Education Code, as added by this Act, in the 2004 fall semester, the amount of the fee imposed in the 2003-2004 academic year under Section 54.524 at the institution is treated as if that fee were imposed under Section 54.5241.

SECTION 4. This Act takes effect September 1, 2003.