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## SENATE BILL 169

## 55TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2021

## INTRODUCED BY

Roberto "Bobby" J. Gonzales

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AN ACT

RELATING TO HIGHER EDUCATION; CREATING A HIGHER EDUCATION COORDINATING COUNCIL; PROVIDING POWERS AND DUTIES; GIVING THE HIGHER EDUCATION DEPARTMENT SOLE AUTHORITY TO APPROVE CAPITAL EXPENDITURES OF STATE POST-SECONDARY EDUCATIONAL INSTITUTIONS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

SECTION 1. Section 9-25-1 NMSA 1978 (being Laws 2005, Chapter 289, Section 1) is amended to read:

"9-25-1. SHORT TITLE.--[Sections 1 through 13 of this act] Chapter 9, Article 25 NMSA 1978 may be cited as the "Higher Education Department Act"."

SECTION 2. Section 9-25-3 NMSA 1978 (being Laws 2005, Chapter 289, Section 3) is amended to read:

"9-25-3. DEFINITIONS.--As used in the Higher Education Department Act:

	Α.	"[ <del>board</del> ]	<pre>council"</pre>	means	the	higher	education
[ <del>advisorv</del>	hoard	l coordi	nating co	uncil:			

- B. "department" means the higher education department; and
- C. "secretary" means the secretary of higher
  education."

SECTION 3. Section 9-25-10 NMSA 1978 (being Laws 2005, Chapter 289, Section 10) is amended to read:

"9-25-10. HIGHER EDUCATION [ADVISORY BOARD] COORDINATING

COUNCIL--MEMBERSHIP--TERMS--DUTIES--ADMINISTRATIVE

ATTACHMENT.--

A. The "higher education [advisory board]

coordinating council" is created to advise the department and the governor on higher education policy matters, coordinate the development and implementation of the statewide higher education strategic plan and attendant goals and perform other functions as provided by law. The [board] council is administratively attached to the department, with administrative staff provided by the department.

[B. The secretary shall appoint fourteen members giving due regard to geographic representation, cultural diversity and the composition of higher education institutions in New Mexico. Four members shall represent the four-year public post-secondary educational institutions, one of whom shall represent the university of New Mexico, one of whom shall .218729.1

represent New Mexico state university, one of whom shall
represent New Mexico institute of mining and technology and one
of whom shall represent either New Mexico highlands university,
eastern New Mexico university or western New Mexico university;
three members shall represent the two-year public post-
secondary educational institutions; one member shall represent
the accredited private post-secondary educational institutions;
one member shall represent business; one member shall represent
college and university faculty; one member shall represent
college and university nonfaculty staff; one member shall be a
college or university student; one representative of the tribal
colleges in New Mexico; and one representative of the Indian
nations, tribes and pueblos in New Mexico. The members
representing the categories of post-secondary educational
institutions shall be the chief executive officers of the
institutions of those categories or the chief executive
officers' designees. The members representing faculty and
nonfaculty staff and the student member shall be the leaders of
faculty, staff and student organizations at their respective
institutions.]

- B. The council shall consist of the following members:
- (1) the secretary of higher education, who shall serve as the chair;
- (2) the chief executive officer of a research
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of university presidents for a term of four years, rotating
among the state research universities every four years;

(3) the chief executive officer of a state comprehensive university, or the officer's designee, appointed by the council of university presidents for a term of four years, rotating among the state comprehensive universities;

branch community college, or the officer's designee, appointed by the New Mexico association of community colleges for a term of two years, rotating among the state branch community colleges every two years;

independent community college, or the officer's designee,

appointed by the New Mexico independent community colleges for
a term of two years, rotating among the public independent

community colleges every two years;

(6) the chief financial officer of a state research university, or the officer's designee, appointed by the council of university presidents for a term of two years, rotating among the state research universities every two years;

(7) the chief financial officer of a state comprehensive university, or the officer's designee, appointed by the council of university presidents for a term of two years, rotating among the state comprehensive universities

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independent community college, or the officer's designee,

appointed by the New Mexico independent community colleges for
a term of four years, rotating among the independent community

colleges every four years;

(9) the chief executive officer of a tribal college located in New Mexico, or the officer's designee, appointed by the governor in consultation with the secretaries of higher education and Indian affairs for a term of four years, rotating among the New Mexico tribal colleges every four years;

(10) the following ex-officio members or their designees:

- (a) the secretary of public education;
- (b) the secretary of workforce

solutions; and

(c) the secretary of economic

development;

(11) three public members with expertise in education, research, business or finance to serve staggered terms of four years, as follows:

(a) one member appointed by the governor in consultation with the secretary of higher education for an initial term of four years;

			<u>(b)</u>	or or	<u>ne membe</u>	er a <u>r</u>	poi	inted by	<u>the</u>	
president	pro	tempore	of	the	senate	for	an	initial	term	of
three west	re.	and								

(c) one member appointed by the speaker of the house of representatives for an initial term of two years; and

(12) one ex-officio student member of a public post-secondary educational institution appointed by the governor for a term of two years; provided that if the student member ceases to be a student at the public post-secondary educational institution, a new ex-officio student member shall be appointed to finish out the term.

- C. [Four members of the initial board, including the student member, shall be appointed for two years, five members shall be appointed for three years and five members shall be appointed for four years; thereafter, the student member shall serve a two-year term and the other members shall serve four-year terms.] Public members are entitled to receive per diem and mileage as provided in the Per Diem and Mileage Act and shall receive no other perquisite, compensation or allowance.
- D. The [board] council shall annually elect a [chair] vice chair and secretary from among its membership. A majority of the members constitutes a quorum for the conduct of business.

1	E. The [board] council shall meet at the call of
2	the chair at least quarterly. Meetings of the [board] council
3	shall be held in Santa Fe and at other sites within the state
4	at the direction of the [board] chair.
5	F. The council is subject to the Open Meetings Act
6	and meetings shall be webcast, recorded and archived.
7	G. The council shall:
8	(1) coordinate ongoing discussions and
9	analyses of:
10	(a) ways to improve New Mexico's public
11	higher education system and the services provided to residents
12	by each post-secondary educational institution in New Mexico;
13	and
14	(b) possibilities of improving
14 15	(b) possibilities of improving operational and financial efficiencies in the public system;
15	operational and financial efficiencies in the public system;
15 16	operational and financial efficiencies in the public system; and
15 16 17	operational and financial efficiencies in the public system;  and  (2) with the department, develop and update
15 16 17 18	operational and financial efficiencies in the public system;  and  (2) with the department, develop and update  the statewide higher education strategic plan and monitor the
15 16 17 18 19	operational and financial efficiencies in the public system;  and  (2) with the department, develop and update  the statewide higher education strategic plan and monitor the  progress of post-secondary educational institutions in meeting
15 16 17 18 19 20	operational and financial efficiencies in the public system;  and  (2) with the department, develop and update  the statewide higher education strategic plan and monitor the  progress of post-secondary educational institutions in meeting  the goals of the plan."
15 16 17 18 19 20 21	operational and financial efficiencies in the public system; and  (2) with the department, develop and update the statewide higher education strategic plan and monitor the progress of post-secondary educational institutions in meeting the goals of the plan."  SECTION 4. Section 9-25-13 NMSA 1978 (being Laws 2005,
15 16 17 18 19 20 21 22	operational and financial efficiencies in the public system; and  (2) with the department, develop and update the statewide higher education strategic plan and monitor the progress of post-secondary educational institutions in meeting the goals of the plan."  SECTION 4. Section 9-25-13 NMSA 1978 (being Laws 2005, Chapter 289, Section 13) is amended to read:
15 16 17 18 19 20 21 22 23	operational and financial efficiencies in the public system; and  (2) with the department, develop and update the statewide higher education strategic plan and monitor the progress of post-secondary educational institutions in meeting the goals of the plan."  SECTION 4. Section 9-25-13 NMSA 1978 (being Laws 2005, Chapter 289, Section 13) is amended to read: "9-25-13. ADVISORY COMMITTEES

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"Advisory" means furnishing advice, gathering information, making recommendations and performing such other activities as may be instructed or delegated and as may be necessary to fulfill advisory functions or to comply with federal or private funding requirements and does not extend to administering a program or function or setting policy unless specified by law. Advisory committees shall be appointed in accordance with the provisions of the Executive Reorganization Act.

All members of advisory committees are entitled to receive per diem and mileage as provided in the Per Diem and Mileage Act and shall receive no other compensation, perquisite or allowance."

Section 13-6-2.1 NMSA 1978 (being Laws 1989, SECTION 5. Chapter 380, Section 1, as amended) is amended to read:

"13-6-2.1. SALES, TRADES OR LEASES--STATE BOARD OF FINANCE APPROVAL. --

Except as provided in Section 13-6-3 NMSA 1978, for state agencies, any sale, trade or lease for a period of more than five years of real property belonging to a state agency, local public body or school district or any sale, trade or lease of such real property for a consideration of more than twenty-five thousand dollars (\$25,000) shall not be valid unless it is approved prior to its effective date by the state board of finance.

The provisions of this section shall not be .218729.1

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- (1) those institutions specifically enumerated in Article 12, Section 11 of the constitution of New Mexico;
  - (2) the state land office;
  - (3) the state transportation commission;
- (4) the economic development department when disposing of property acquired pursuant to the Statewide Economic Development Finance Act; [or]
- (5) a school district when leasing facilities to a locally chartered or state-chartered charter school; or
- (6) a community college organized pursuant to the Community College Act or a technical and vocational institute organized pursuant to the Technical and Vocational Institute Act."
- SECTION 6. Section 21-1-21 NMSA 1978 (being Laws 1971, Chapter 235, Section 4) is amended to read:

"21-1-21. CAPITAL EXPENDITURES.--No expenditure shall be made by any state educational institution confirmed by Article 12, Section 11 of the [state] constitution of New Mexico for the purchase of real property or the construction of buildings or other major structures or for major remodeling projects without prior approval of the proposed purchase, [or] construction or remodeling by the [board of educational finance and the state board of finance] higher education department."

SECTION 7. Section 21-1-24 NMSA 1978 (being Laws 1971, .218729.1

Chapter 235, Section 3) is amended to read:

"21-1-24. GRADUATE PROGRAMS.--None of the funds appropriated in the general [appropriations act] appropriation acts to the state educational institutions confirmed by Article 12, Section 11 of the [state] constitution of New Mexico that are not special schools may be used for the support of any program [or programs] of graduate study beyond the level of the bachelor's degree other than programs that were maintained by each institution previous to September 1, 1954, except by explicit approval of each program by the [board of educational finance and the state board of finance] higher education department prior to [such] the use of the funds."

SECTION 8. Section 21-1-26.9 NMSA 1978 (being Laws 1998, Chapter 61, Section 2, as amended) is amended to read:

"21-1-26.9. LIMITATION--HIGHER EDUCATION DEPARTMENT-REVIEW OF PROPOSED CAMPUSES.--Effective January 1, 1998, no new
[public] state post-secondary educational institution, branch
campus or off-campus instructional center shall be created
except as specifically created by the legislature. The higher
education department and the higher education coordinating
council shall review any proposal for the establishment of a
new [public] state post-secondary educational institution or
campus and submit its recommendations to the legislature. In
reviewing proposals, the department and the council may
consider:

	Α.	provisions	for	а	local	mill	levy	of	at	least	two
mills:											

- B. population base to provide at least five hundred full-time students:
- C. whether at least fifty percent of the costs of initial construction comes from private or local sources;
  - D. governance structure;
- E. means for acquisition of property, including purchase, lease, donations or any other means;
- F. eligibility and level of funding request of the state; and
  - G. brokering of extended learning provisions."
- SECTION 9. Section 21-1-26.12 NMSA 1978 (being Laws 2005, Chapter 289, Section 14) is amended to read:

"21-1-26.12. EDUCATIONAL NEEDS AND GUIDELINES-ACCOUNTABILITY REPORTS.--

A. The higher education department shall, [through consultation] with the assistance of the higher education coordinating council and all public post-secondary educational institutions, develop and publish a statement of statewide educational needs and guidelines to assist the public post-secondary educational institutions in the development or modification of institutional strategic plans. The department, with the assistance of the higher education coordinating council, may conduct studies of statewide educational needs and .218729.1

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make recommendations to the governor, the legislature and public post-secondary educational institutions.

- All public post-secondary educational institutions, including off-campus instruction programs and learning centers, shall:
- (1) approve and submit accountability reports prepared in accordance with the statewide public agenda; and
- submit budgets for review no later than (2) August 1 each year for the following fiscal year."

**SECTION 10.** Section 21-2-3 NMSA 1978 (being Laws 1973, Chapter 233, Section 3, as amended) is amended to read:

"21-2-3. STATE COMMISSION CREATED--DESIGNATED MEMBERS--DESIGNATION OF SUPPLEMENTARY MEMBERS FOR SPECIFIC FUNCTIONS .--[There is created] The "state commission on post-secondary education" is created. The [commission on] higher education coordinating council is designated the state commission and shall work closely with the higher education department when undertaking commission duties. For the purposes of the Post-Secondary Educational Planning Act, the [commission on] higher education coordinating council, in functioning as the state commission, is charged with a concern for all types of postsecondary education and all types of educational institutions and programs as enumerated in Section 21-2-2 NMSA 1978. Whenever federal statutes and regulations so require, the state commission may request the [governor] secretary of higher .218729.1

education to appoint, for specific functions relating to federally sponsored programs, supplementary members to the state commission, and members shall be appointed by the [governor] secretary to fulfill those specific functions as requested. When sitting with the state commission, the supplementary members shall have, for purposes of the specific functions for which they were appointed, all the powers and perquisites of regular members of the state commission."

SECTION 11. Section 21-2-5.1 NMSA 1978 (being Laws 1988, Chapter 164, Section 1, as amended) is amended to read:

## "21-2-5.1. FUNDING FORMULA.--

- A. The [commission on] higher education department shall develop a funding formula that will provide funding for each institution of higher education to accomplish its mission as determined by a statewide plan.
- B. The [commission on] higher education department may include factors in the funding formula, which when implemented will achieve the following:
- (1) improve the quality of programs central to each institution's mission;
- (2) develop and enhance programs that meet targeted post-secondary educational needs and the related needs of public schools;
- (3) eliminate unnecessary, unproductive or duplicative programs;

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- (4) consider faculty salaries and benefits adjustment to a competitive level with similar institutions in similar states, when such compensation adjustments are supported by detailed analyses of faculty workloads and educational outcomes assessments, and nonteaching staff salaries and benefits at a competitive level with other similar public or private sector employment in the community in which the institution is situated;
- (5) recognize additional costs incurred through increases in enrollment;
- (6) provide for equipment and equipment maintenance and library acquisitions and operations since the development of the prior funding formula;
- (7) fund off-campus courses and other nontraditional course delivery systems at a level sufficient to allow their development;
- (8) provide incentives to institutions to pursue private or alternative funding sources;
- (9) encourage the sharing of expertise, equipment and facilities and development of joint instructional programs, research and public service projects;
- (10) implement uniform articulation agreements and facilitation of transfer of students between institutions;
  - (11) encourage energy conservation;
  - (12) require mechanisms to track expenditures

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to ensure greater accountability; and
(13) require each institution of higher
education that offers distance learning and computer-based
courses of study to provide accompanying electronic formats
that are usable by an individual with a disability using
assistive technology, and those formats shall be based on the
American standard code for information interchange, hypertext
markup language and extensible markup language."
<b>SECTION 12.</b> Section 21-2-6 NMSA 1978 (being Laws 1978,
Chapter 54, Section 1, as amended) is amended to read:
"21-2-6. STATEWIDE PLANNINGPARTICIPATING AGENCIES AND
PERSONS
A. The state commission in carrying out its
planning activities for post-secondary education shall consult
with [and invite the active participation of]:
(1) the higher education department;
$[\frac{(1)}{(2)}]$ representatives of post-secondary
educational institutions of the several types enumerated in
Paragraph (2) of Subsection A of Section 21-2-2 NMSA 1978;
$[\frac{(2)}{(3)}]$ the public education commission;
$[\frac{(3)}{(4)}]$ the public education department;
$[\frac{(4)}{(5)}]$ representatives of public and
private elementary and secondary schools;
[ <del>(5)</del> ] <u>(6)</u> the secretary of [ <del>labor</del> ] <u>workforce</u>
solutions:

1	$\left[\frac{(6)}{(7)}\right]$ the tourism department;
2	$[\frac{(7)}{(8)}]$ the apprenticeship council;
3	$[\frac{(8)}{(9)}]$ the economic development department;
4	$[\frac{(9)}{(10)}]$ the state advisory council on
5	vocational education;
6	(10) the secretary of finance and
7	administration or the secretary's designee;
8	(11) persons familiar with the education needs
9	of persons with [ <del>a disability</del> ] <u>disabilities</u> and persons
10	disadvantaged by economic, racial or ethnic status;
11	(12) representatives of business, industry,
12	organized labor and agriculture;
13	(13) the general public; and
14	(14) private in-state post-secondary
15	institutions.
16	B. Whenever the planning activities carried out
17	under the provisions of Section 21-2-5 NMSA 1978 are concerned
18	with the types of post-secondary education enumerated in
19	Subparagraphs (a) through (e) of Paragraph (l) of Subsection A
20	of Section 21-2-2 NMSA 1978, the state commission shall
21	directly involve the public education commission and the public
22	education department in all planning activities."
23	<b>SECTION 13.</b> Section 21-2-7 NMSA 1978 (being Laws 1973,
24	Chapter 233, Section 7) is amended to read:
25	"21-2-7. ANNUAL REPORTThe state commission shall
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submit an annual report to the governor and the legislature
prior to November 15 each year. [Such] The report shall
describe the planning activities undertaken, present data on
the status of all types of post-secondary education and set
forth all recommendations developed under <u>Subsections I, J and</u>
K of Section [5, Items I, J and K of the Post-Secondary
Educational Planning Act] 21-2-5 NMSA 1978. Prior to the final
adoption of the annual report, the state commission shall
distribute a draft of the report to all institutions and
programs of the types enumerated in Paragraph (2) of Subsection
$\underline{A}$ of Section [ $\underline{2A}$ (2)] $\underline{21-2-2}$ NMSA $\underline{1978}$ and to representatives
of all other interests enumerated in Section [ $\frac{6}{1}$ ] $\underline{21-2-6}$ NMSA
1978 and shall then hold a hearing at which all [such] those
institutions, programs and interests may comment upon the draft
report."

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