GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1993

H 1

HOUSE BILL 315

Short Title: GPAC/Community Colleges.		(Public)
Sponsors: (by request) Representatives G. Miller, Blue, Barnes, Hensley, H. Hunter, Nesbitt, and Robinson.	Diamont,	Hackney,
Referred to: Education.	_	

February 25, 1993

A BILL TO BE ENTITLED

AN ACT TO IMPLEMENT THE RECOMMENDATIONS OF THE GOVERNMENT

PERFORMANCE AUDIT COMMITTEE REGARDING THE NORTH

CAROLINA COMMUNITY COLLEGE SYSTEM.

5 The General Assembly of North Carolina enacts:

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- 6 COMM. COLL. COST OF EDUCATION POLICY.
 - Section 1. (a) The General Assembly finds that the tuition policy of the North Carolina Community College System needs to be reexamined in order to reflect better the constitutional mandate to provide higher education free of expense "as far as practicable" by reevaluating the relationship of tuition to the cost of education and by determining what costs must be made up of tuition charged in order to ensure that all eligible North Carolinians are indeed guaranteed a public higher education in the North Carolina Community College System at the lowest possible cost while maintaining a public community college system that is worthy of the support of all North Carolinians.
 - (b) The General Assembly finds that tuition and required fees charged for community colleges should be a limited amount of resident students' per capita student funding.
 - (c) The State Board of Community Colleges shall develop a tuition/fee policy consistent with law that limits tuition and required fees to a specific percentage of less than one-fifth of the per capita student funding for resident students attending community colleges.

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- The State Board of Community Colleges shall present its plan for implementing the tuition adjustments pursuant to this section to the General Assembly by April 1, 1994.
 - (e) G.S. 115D-5(a) reads as rewritten:
- The State Board of Community Colleges may adopt and execute such policies, regulations and standards concerning the establishment, administration, and operation of institutions as the State Board may deem necessary to insure the quality of educational programs, to promote the systematic meeting of educational needs of the State, and to provide for the equitable distribution of State and federal funds to the several institutions.

The State Board of Community Colleges shall establish standards and scales for salaries and allotments paid from funds administered by the State Board, and all employees of the institutions shall be exempt from the provisions of the State Personnel Act. The State Board shall have authority with respect to individual institutions: to approve sites, buildings, building plans, budgets; to approve the selection of the chief administrative officer; to establish and administer standards for professional personnel, curricula, admissions, and graduation; to regulate the awarding of degrees, diplomas, and certificates; to establish and regulate student tuition and fees and financial accounting procedures. within policies for tuition and fees established by the General Assembly; and to establish and regulate financial accounting procedures."

- (f) This section becomes effective July 1, 1993.
- —-NCCCS TUITION STABILIZED.
- It is the goal of the General Assembly that students in the North Sec. 2. (a) Carolina Community College System pay tuition and required fees at the rate of approximately twenty percent (20%) of the cost of education. The tuition of students in the North Carolina Community College System shall be increased proportionately when the cost of education justifies an increase in tuition.
 - This section becomes effective July 1, 1993.
- 29 —-NCCCS FUNDING GOAL.
 - Sec. 3. (a) It is the goal of the General Assembly to increase the per student funding for the North Carolina Community College System, as soon as fiscal conditions permit, to a level more comparable to national averages for similar institutions.
 - This section becomes effective July 1, 1993.
- 34 —-NCCCS FUNDING FORMULA.
- The State Board of Community Colleges shall develop a program-Sec. 4. (a) based funding system, including a full-time equivalency component and specific goal 36 37 performance components, in order to encourage the community colleges to meet 38 particular State needs or goals. The State Board of Community Colleges shall propose 39 an initial set of such goals and shall propose revisions of these goals periodically. The 40 State Board of Community Colleges shall report its proposed new funding system to the 1995 General Assembly for its approval.
- 42 This section becomes effective July 1, 1993.
- —-COMM. COLL. MORATORIUM. 43

- Sec. 5. (a) No new community colleges and satellite community college campuses may be established within the North Carolina Community College System. The General Assembly shall lift this moratorium when the system restructuring plan has been adopted by the State Board of Community Colleges.
 - (b) This section is effective upon ratification.
 - —-GPAC/COMM. COLL. PROGRAM REVIEW.
 - Sec. 6. (a) The State Board of Community Colleges shall conduct a review of the structure of the community college system. The State Board of Community Colleges shall redefine the structure of the community college system based upon a regional review of program needs in order to facilitate the most efficient use of system resources. The program planning required by this act shall include the defining of enlarged service areas for community colleges based upon the needs of the respective service areas. The planning process utilized by the State Board shall include review of the need to consolidate, eliminate, or modify the status of existing community colleges and satellites. The State Board shall review the distribution of physical facilities, programs, and resources in regions for the purpose of eliminating competition among the community colleges for students in overlapping service areas.
 - (b) In the defining of new regions for the most efficient functioning of the community college system, the State Board of Community Colleges shall conduct a comprehensive program review designed to eliminate unproductive, low quality, unnecessary, or duplicative programs.
 - (c) The State Board of Community Colleges shall implement a regional program structure to facilitate effective program planning, efficient use of resources, the implementation of statewide curriculum standards, and consolidated high quality programs. The regional structure shall be the unit used for the purposes of comprehensive planning and budgeting in the community college system. The criteria used by the State Board in determining the manner in which the community college system shall be restructured into newly defined regions may include, in addition to other appropriate criteria, the following:
 - (1) Location of the nearest college or satellite campus;
 - (2) New or anticipated population to be served;
 - (3) Existing and proposed transportation corridors and facilities;
 - (4) Programs proposed compared to the location of the nearest similar program;
 - (5) Feasibility of delivering programs using technology;
 - (6) Use and availability of facilities of local school systems;
 - (7) Potential impact on enrollment of nearby institutions; and
 - (8) Geographical redistribution of community colleges that offer college transfer programs.
 - (d) The State Board of Community Colleges shall establish standards for the periodic review of community college programs including standards for the termination of programs.
 - (e) The State Board of Community Colleges shall establish within the community college system Centers for Excellence that shall be responsible for the

creation of world class model programs to be implemented throughout the community college system at each of the institutions authorized to offer the program. The Centers for Excellence shall design model curricula, establish curriculum standards, and update curricula in response to changes in technologies and market conditions. The Centers for Excellence for each curriculum program area shall be composed of community college faculty members from any community college who are chosen for their individual excellence and leadership.

- (f) This section is effective upon ratification.
- —-GPAC/LOCAL COM. COLL. BOARD.

- Sec. 7. (a) G.S. 115D-12(a) reads as rewritten:
- "(a) Each community college established or operated pursuant to this Chapter shall be governed by a board of trustees consisting of 13 members, or of additional members if selected according to the special procedure prescribed by the third paragraph of this subsection, who shall be selected by the following agencies.

Group One – four trustees, elected by the board of education of the public school administrative unit located in the administrative area of the institution. If there are two or more public school administrative units, whether city or county units, or both, located within the administrative area, the trustees shall be elected jointly by all of the boards of education of those units, each board having one vote in the election of each trustee, except as provided in G.S. 115D-59. No board of education shall elect any person employed by the board of education to serve as a trustee, however, any such person currently serving on a board of trustees shall be permitted to fulfill the unexpired portion of the trustee's current term. elected by the State Board of Community Colleges.

Group Two – four trustees, elected by the board of commissioners of the county in which the institution is located. Provided, however, if the administrative area of the institution is composed of two or more counties, the trustees shall be elected jointly by the boards of commissioners of all those counties, each board having one vote in the election of each trustee. Provided, also, the county commissioners of the county in which the community college has established a satellite campus may elect an additional two members if the board of trustees of the community college agrees. Should the boards of education or the boards of commissioners involved be unable to agree on one or more trustees the senior resident superior court judge in the superior court district or set of districts as defined in G.S. 7A-41.1 where the institution is located shall fill the position or positions by appointment.

Group Three – four trustees, appointed by the Governor.

Group Four – the president of the student government or the chairman of the executive board of the student body of each community college established pursuant to G.S. 115D shall be an ex officio nonvoting member of the board of trustees of each said institution."

- (b) This section is effective upon ratification and applies to terms commencing on and after July 1, 1993.
- 42 —-COMM. COLL. PRES. SELECTION.
- 43 Sec. 8. (a) G.S. 115D-5(a) reads as rewritten:

"(a) The State Board of Community Colleges may adopt and execute such policies, regulations and standards concerning the establishment, administration, and operation of institutions as the State Board may deem necessary to insure the quality of educational programs, to promote the systematic meeting of educational needs of the State, and to provide for the equitable distribution of State and federal funds to the several institutions.

The State Board of Community Colleges shall establish standards and scales for salaries and allotments paid from funds administered by the State Board, and all employees of the institutions shall be exempt from the provisions of the State Personnel Act. The State Board shall have authority with respect to individual institutions: to approve sites, buildings, building plans, budgets; to approve the selection of the chief administrative officer; to select the president; to establish and administer standards for professional personnel, curricula, admissions, and graduation; to regulate the awarding of degrees, diplomas, and certificates; to establish and regulate student tuition and fees and financial accounting procedures. The process of selecting the president of a community college shall include a procedure by which the local community college board of trustees may select a slate of no less than three nominees for the position of president. This slate shall be submitted to the president of the community college system who will recommend a candidate from the slate for selection by the State Board of Community Colleges."

(b) G.S. 115D-20 reads as rewritten:

"§ 115D-20. Powers and duties of trustees.

The trustees of each institution shall constitute the local administrative board of such institution, with such powers and duties as are provided in this Chapter and as are delegated to it by the State Board of Community Colleges. The powers and duties of trustees shall include the following:

- (1) To elect a president or chief administrative officer of the institution for such term and under such conditions as the trustees may fix, such election to be subject to the approval of the State Board of Community Colleges.
- (2) To elect or employ all other personnel of the institution upon nomination by the president or chief administrative officer, subject to standards established by the State Board of Community Colleges. Trustees may delegate the authority of employing such other personnel to its president or chief administrative officer.
- (3) To purchase any land, easement, or right-of-way which shall be necessary for the proper operation of the institution, upon approval of the State Board of Community Colleges, if necessary, to acquire land by condemnation in the same manner and under the same procedures as provided in General Statutes Chapter 40A. For the purpose of condemnation, the determination by the trustees as to the location and amount of land to be taken and the necessity therefor shall be conclusive.

 further, that during the summer quarter, persons less than 16 years old may be permitted to take noncredit courses on a self-supporting basis, subject to rules of the State Board of Community Colleges.

(5) To receive and accept donations, gifts, bequests, and the like from private donors and to apply them or invest any of them and apply the proceeds for purposes and upon the terms which the donor may prescribe and which are consistent with the provisions of this Chapter and the regulations of the State Board of Community Colleges.

To apply the standards and requirements for admission and graduation

of students and other standards established by the State Board of

Community Colleges. Provided, notwithstanding any law or administrative rule to the contrary, local administrative boards and

local school boards may establish cooperative programs in the areas

they serve to provide for college courses to be offered to qualified high

school students with college credits to be awarded to those high school

students upon the successful completion of the courses. Provided,

- (6) To provide all or part of the instructional services for the institution by contracting with other public or private organizations or institutions in accordance with regulations and standards adopted by the State Board of Community Colleges.
- (7) To perform such other acts and do such other things as may be necessary or proper for the exercise of the foregoing specific powers, including the adoption and enforcement of all reasonable rules, regulations, and bylaws for the government and operation of the institution under this Chapter and for the discipline of students.
- (8) If a board of trustees of an institution provides access to its buildings and campus and the student information directory to persons or groups which make students aware of occupational or educational options, the board of trustees shall provide access on the same basis to official recruiting representatives of the military forces of the State and of the United States for the purpose of informing students of educational and career opportunities available in the military.
- (9) To encourage the establishment of private, nonprofit corporations to support the institution. The president, with approval of the board of trustees, may assign employees to assist with the establishment and operation of such corporation and may make available to the corporation office space, equipment, supplies and other related resources; provided, the sole purpose of the corporation is to support the institution. The board of directors of each private, nonprofit corporation shall secure and pay for the services of the State Auditor's Office or employ a certified public accountant to conduct an annual audit of the financial accounts of the corporation. The board of directors shall transmit to the board of trustees a copy of the annual financial audit report of the private nonprofit corporation."

- (c) This section becomes effective July 1, 1993.
- 2 —-COMM. COLLEGE SCHOLARSHIPS.
 - Sec. 9. (a) The Department of Community Colleges shall develop a plan to establish a Community College System Challenge Grant Scholarship Fund. The plan shall be presented to the 1994 Regular Session of the 1993 General Assembly. The plan shall address initial funding (method and amounts) as well as matching contributions from non-State contributions.
 - (b) It is the goal of the General Assembly that the Challenge Grant Scholarship Fund be developed for the benefit of needy students in the North Carolina Community College System.
 - (c) The State Board of Community Colleges shall administer the Challenge Grant Scholarship Fund as a means for augmenting rapidly the principal in the Fund so that the State Board will gain greater resources from which to award aid to a larger number of needy students.
 - (d) This section is effective upon ratification.