

1                   **HOUSE OF REPRESENTATIVES - FLOOR VERSION**

2                                   STATE OF OKLAHOMA

3                                   2nd Session of the 53rd Legislature (2012)

4 COMMITTEE SUBSTITUTE  
5 FOR  
6 HOUSE BILL NO. 2517

By: Kern of the House

and

Halligan of the Senate

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10                                   COMMITTEE SUBSTITUTE

11                   An Act relating to higher education; creating the  
12                   Higher Education Outcomes-Based Funding Task Force;  
13                   directing the Task Force to study certain issues and  
14                   make recommendations; specifying certain issues;  
15                   establishing membership; providing for cochairs,  
16                   meetings, service, quorum, vacancies and staff  
17                   support; directing state agencies to provide support  
18                   and information; allowing the Task Force to seek  
19                   certain assistance for certain purpose; requiring the  
20                   Task Force to submit certain reports; providing for  
21                   noncodification; and declaring an emergency.

22 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

23                   SECTION 1.           NEW LAW           A new section of law not to be  
24                   codified in the Oklahoma Statutes reads as follows:

                  A.   There is hereby created until May 31, 2013, the Higher  
Education Outcomes-Based Funding Task Force.

1 B. The Task Force shall study and make recommendations on the  
2 development of an outcomes-based funding model for higher education  
3 institutions that are members of The Oklahoma State System of Higher  
4 Education which could replace the current enrollment-based funding  
5 formula, shift the focus of higher education from access and growth  
6 to productivity and be the most effective means of allocating  
7 limited state resources among institutions. The Task Force shall  
8 study, review and make recommendations on the following:

9 1. The current enrollment-based funding formula for higher  
10 education institutions within The Oklahoma State System of Higher  
11 Education;

12 2. Outcomes-based funding formula models adopted and used in  
13 other states;

14 3. A list of the outcomes to be included in an outcomes-based  
15 funding formula and the priorities of the outcomes;

16 4. The inclusion of unique weight factors for each outcome for  
17 each higher education institution which is based on the mission of  
18 each different type of institution; and

19 5. Any other relevant issues.

20 C. The Task Force shall consist of fifteen (15) members as  
21 follows:

22 1. The Chancellor of the Oklahoma State Regents for Higher  
23 Education or designee;

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- 1           2. The Secretary of Education or designee;
- 2           3. A member of the Oklahoma State Regents for Higher Education,  
3 appointed by the chair of the State Regents;
- 4           4. The President of one of the comprehensive institutions  
5 within The Oklahoma State System of Higher Education, appointed by  
6 the Governor;
- 7           5. The President of one of the regional institutions within The  
8 Oklahoma State System of Higher Education, appointed by the  
9 Governor;
- 10          6. The President of one of the community college institutions  
11 within The Oklahoma State System of Higher Education, appointed by  
12 the Governor;
- 13          7. Three persons who are employed as faculty members at an  
14 institution within The Oklahoma State System of Higher Education,  
15 appointed by the Speaker of the House of Representatives;
- 16          8. Two persons who are owners of or represent businesses  
17 located in the state, one large business and one small business,  
18 appointed by the President Pro Tempore of the Senate;
- 19          9. A representative of a statewide business organization,  
20 appointed by the President Pro Tempore of the Senate;
- 21          10. A representative of a statewide organization representing  
22 higher education institutions, appointed by the Governor;

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1 11. A member of the House of Representatives, appointed by the  
2 Speaker of the House of Representatives; and

3 12. A member of the Senate, appointed by the President Pro  
4 Tempore of the Senate.

5 D. The member of the House of Representatives and the member of  
6 the Senate shall serve as cochairs of the Task Force. Appointments  
7 to the Task Force shall be made within thirty (30) days after the  
8 effective date of this act. Meetings of the Task Force shall be  
9 held at the call of either cochair of the Task Force. Members shall  
10 serve at the pleasure of their appointing authorities. A majority  
11 of the members of the Task Force shall constitute a quorum to  
12 transact business, but no vacancy shall impair the right of the  
13 remaining members to exercise all of the powers of the Task Force.  
14 A vacancy on the Task Force shall be filled by the original  
15 appointing authority. Staff support for the Task Force shall be  
16 provided by the staff of the House of Representatives, Senate and  
17 Oklahoma State Regents for Higher Education. Other state agencies  
18 shall provide support and information as requested by the Task  
19 Force.

20 E. Members of the Task Force shall receive no compensation or  
21 travel reimbursement for serving on the Task Force.

22 F. The Task Force may seek the assistance of the Legislative  
23 Service Bureau or the Oklahoma State Regents for Higher Education to  
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1 contract with an independent consultant as necessary to fulfill the  
2 duties specified in this section contingent on the availability of  
3 funds.

4 G. The Task Force shall submit a preliminary report by December  
5 31, 2012, and a final report by May 31, 2013, to the Governor, the  
6 President Pro Tempore of the Senate, and the Speaker of the House of  
7 Representatives.

8 SECTION 2. It being immediately necessary for the preservation  
9 of the public peace, health and safety, an emergency is hereby  
10 declared to exist, by reason whereof this act shall take effect and  
11 be in full force from and after its passage and approval.

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13 COMMITTEE REPORT BY: COMMITTEE ON RULES, dated 02/16/2012 - DO PASS,  
14 As Amended and Coauthored.

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