By the Committee on Education and Senator Grant

304-1749-98

A bill to be entitled An act relating to community colleges; amending ss. 239.117, 240.35, F.S.; authorizing community colleges to bond capital improvement fees for financing or refinancing equipment, renovation, or remodeling of educational facilities; limiting terms; providing additional allowable uses; amending s. 240.319, F.S.; authorizing community college boards of trustees to issue revenue bonds for the purpose of equipment, renovation, or remodeling of educational facilities; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Subsection (17) of section 239.117, Florida Statutes, as amended by chapter 97-383, Laws of Florida, is amended to read:

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239.117 Postsecondary student fees.--

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(17) Each school board and community college board of trustees may establish a separate fee for capital improvements, technology enhancements, or equipping buildings which may not exceed 5 percent of the matriculation fee for resident students or 5 percent of the matriculation and tuition fee for nonresident students. Funds collected by community colleges through these fees may be bonded only for the purpose of financing or refinancing new construction and equipment, renovation, or remodeling of educational

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facilities. The fee shall be collected as a component part of

31 the registration and tuition fees, paid into a separate

account, and expended only to construct and equip, maintain, 2 improve, or enhance the certificate career education or adult 3 education facilities of the school district or community college. Projects funded through the use of the capital 4 5 improvement fee must meet the survey and construction 6 requirements of chapter 235. Pursuant to s. 216.0158, each school board and community college board of trustees shall 7 8 identify each project, including maintenance projects, 9 proposed to be funded in whole or in part by such fee. Capital 10 improvement fee revenues may be pledged by a board of trustees 11 as a dedicated revenue source to the repayment of debt, including lease-purchase agreements and revenue bonds, with a 12 term not to exceed 20 years, and not to exceed the useful life 13 of the asset being financed, only for the new construction and 14 equipment, renovation, or remodeling of educational 15 facilities. Community colleges may use the services of the 16 17 Division of Bond Finance of the State Board of Administration to issue any bonds authorized through the provisions of this 18 19 subsection. Any such bonds issued by the Division of Bond 20 Finance shall be in compliance with the provisions of the 21 State Bond Act. Bonds issued pursuant to the State Bond Act shall be validated in the manner provided by chapter 75. The 22 complaint for such validation shall be filed in the circuit 23 24 court of the county where the seat of state government is 25 situated, the notice required to be published by s. 75.06 shall be published only in the county where the complaint is 26 filed, and the complaint and order of the circuit court shall 27 28 be served only on the state attorney of the circuit in which 29 the action is pending. A maximum of 15 cents per credit hour may be allocated from the capital improvement fee for child 30 31

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care centers conducted by the school board or community college board of trustees.

Section 2. Paragraph (t) of subsection (4) of section 240.319, Florida Statutes, as created by chapter 97-383, Laws of Florida, is amended to read:

240.319 Community college district boards of trustees; duties and powers .--

- (4) Such rules, procedures, and policies for the boards of trustees include, but are not limited to, the following:
- (t) Each board of trustees is authorized to borrow funds and incur debt, including the issuance of revenue bonds as specifically authorized in ss. 239.117(17) and 240.35(13), only for the new construction and equipment, renovation, or remodeling of educational facilities. At the option of the board of trustees, bonds may be issued which are secured by a combination of revenues authorized to be pledged to bonds pursuant to ss. 239.117(17) and 240.35(13).

Section 3. Subsection (13) of section 240.35, Florida Statutes, as amended by chapter 97-383, Laws of Florida, is amended to read:

- 240.35 Student fees.--Unless otherwise provided, the provisions of this section apply only to fees charged for college credit instruction leading to an associate degree, including college-preparatory courses defined in s. 239.105.
- (13) Each community college board of trustees may establish a separate fee for capital improvements, technology enhancements, or equipping student buildings which may not exceed \$1 per credit hour or credit-hour equivalent for residents and which equals or exceeds \$3 per credit hour for 31 | nonresidents. Funds collected by community colleges through

these fees may be bonded only for the purpose of financing or 2 refinancing new construction and equipment, renovation, or 3 remodeling of educational facilities. The fee shall be 4 collected as a component part of the registration and tuition 5 fees, paid into a separate account, and expended only to 6 construct and equip, maintain, improve, or enhance the educational facilities of the community college. 7 8 funded through the use of the capital improvement fee shall 9 meet the survey and construction requirements of chapter 235. 10 Pursuant to s. 216.0158, each community college shall identify 11 each project, including maintenance projects, proposed to be funded in whole or in part by such fee. Capital improvement 12 13 fee revenues may be pledged by a board of trustees as a 14 dedicated revenue source to the repayment of debt, including lease-purchase agreements and revenue bonds, with a term not 15 to exceed 20 years, and not to exceed the useful life of the 16 asset being financed, only for the new construction and 17 equipment, renovation, or remodeling of educational 18 19 facilities. Community colleges may use the services of the 20 Division of Bond Finance of the State Board of Administration to issue any bonds authorized through the provisions of this 21 subsection. Any such bonds issued by the Division of Bond 22 Finance shall be in compliance with the provisions of the 23 24 State Bond Act. Bonds issued pursuant to the State Bond Act 25 shall be validated in the manner provided by chapter 75. The complaint for such validation shall be filed in the circuit 26 court of the county where the seat of state government is 27 28 situated, the notice required to be published by s. 75.06 29 shall be published only in the county where the complaint is filed, and the complaint and order of the circuit court shall 30 31 be served only on the state attorney of the circuit in which

the action is pending. A maximum of 15 cents per credit hour may be allocated from the capital improvement fee for child care centers conducted by the community college. Section 4. This act shall take effect July 1 of the year in which enacted. STATEMENT OF SUBSTANTIAL CHANGES CONTAINED IN COMMITTEE SUBSTITUTE FOR Senate Bill 962 Authorizes community colleges to incur debt or issue revenue bonds backed by student capital improvement fees for the additional purposes of equipping, renovating, or remodeling educational facilities and limits the term of such indebtedness. Authorizes community colleges to charge a separate fee for technology enhancement for students enrolled in college credit courses.