

**COMMONWEALTH OF KENTUCKY STATE FISCAL NOTE STATEMENT
LEGISLATIVE RESEARCH COMMISSION
2015 REGULAR SESSION**

MEASURE

2015 BR NUMBER **1133**

HOUSE BILL NUMBER **235**

RESOLUTION NUMBER _____

AMENDMENT NUMBER _____

SUBJECT/TITLE **An ACT relating to governance of postsecondary education institutions.**

SPONSOR **Representative Derrick Graham**

NOTE SUMMARY

FISCAL ANALYSIS: IMPACT NO IMPACT INDETERMINABLE IMPACT

LEVEL(S) OF IMPACT: STATE LOCAL FEDERAL

BUDGET UNIT(S) IMPACT: **Council on Postsecondary Education (CPE)**

FUND(S) IMPACT: GENERAL ROAD FEDERAL RESTRICTED AGENCY _____ OTHER

FISCAL SUMMARY

FISCAL ESTIMATES	2014-2015	2015-2016	ANNUAL IMPACT AT FULL IMPLEMENTATION
REVENUES			
EXPENDITURES		\$50,000-\$100,000	\$50,000-\$100,000
NET EFFECT		(\$50,000-\$100,000)	(\$50,000-\$100,000)

() indicates a decrease/negative

MEASURE'S PURPOSE: HB 235 requires appointees of both CPE and the governing boards of public postsecondary institutions to complete an orientation and education program in order to be eligible for appointment to a second term. The measure also requires CPE to develop, in cooperation with each institution, an orientation and education program for board appointees that includes six hours of instruction time and that will be reviewed and approved by CPE.

PROVISIONS/MECHANICS: The measure amends KRS 164.011 to require new appointees to the council to complete an orientation and education program to be eligible for a second term; amends KRS 164.020 to direct the Council on Postsecondary Education (CPE) to develop an orientation and education program for new governing board members of the council, public universities, and Kentucky Community and Technical College System (KCTCS); requires that the program include six hours of instruction time with specific information and be delivered within one year of a new member's appointment; requires an annual report listing new board members not completing the program; invites board members of private colleges and universities

to participate; authorizes the CPE to develop continuing education programs for all governing board members of public institutions and to review and approve orientation programs for governing boards of each public university and KCTCS; amends KRS 164.131 to require appointed and elected governing board members of the University of Kentucky to complete an orientation and education program to be eligible for a second term; amends KRS 164.321 to require appointed and elected governing board members of the comprehensive public universities and KCTCS to complete an orientation and education program to be eligible for a second term; amends KRS 164.821 to require appointed and elected governing board members of the University of Louisville to complete an orientation and education program to be eligible for a second term.

FISCAL EXPLANATION: CPE estimates that the requirement for the council to help develop, review and approve the orientation programs of the postsecondary institutions, as well as offer educational opportunities, will take additional staffing and/or consulting resources costing between \$50,000-\$100,000.

DATA SOURCE(S): LRC Staff; CPE

PREPARER: Perry Papka **NOTE NUMBER:** 23 **REVIEW:** GMR **DATE:** 2/11/2015