

# **Texas Community Colleges: Legislative Appropriation Request**

**September 13, 2018**

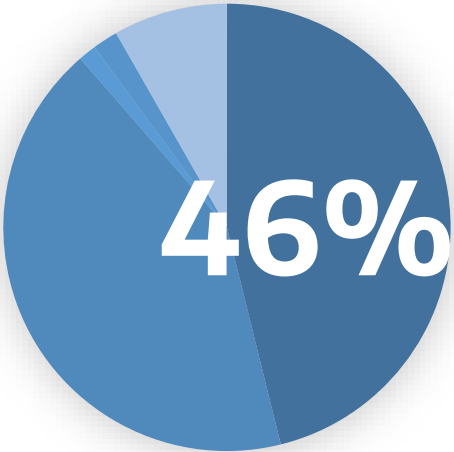
**Jacob Fraire, President & CEO, Texas Association of Community Colleges**

**“Bill” Greenhill, JD, Trustee, Tarrant County College  
Chairman, Community College Association of Texas Trustees**

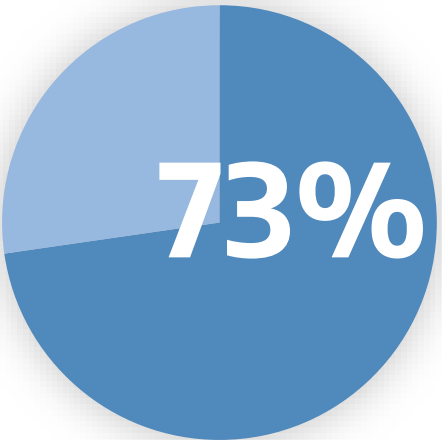
**Brenda Hellyer, Ed.D., Chancellor, San Jacinto College District  
Chair-Elect, Texas Association of Community Colleges**

# Texas Community Colleges Serve the State at Scale

**Community Colleges Are the Largest Sector of Texas Higher Education**



**Texas Higher Education Total Enrollment**



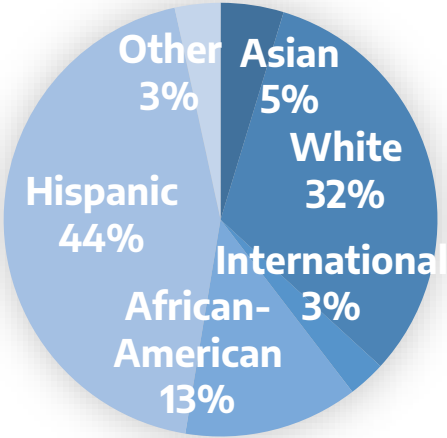
**Freshmen & Sophomores in Higher Education**

	Fall 2017 Enrollment	% of Enrollment
<b>Community Colleges</b>	<b>706,904</b>	<b>46.1%</b>
Texas State Technical College	12,226	0.8%
Lamar State Colleges	7,569	0.5%
Public Universities	651,137	42.5%
Public Medical Institutions	25,031	1.6%
Private Institutions	129,633	8.5%

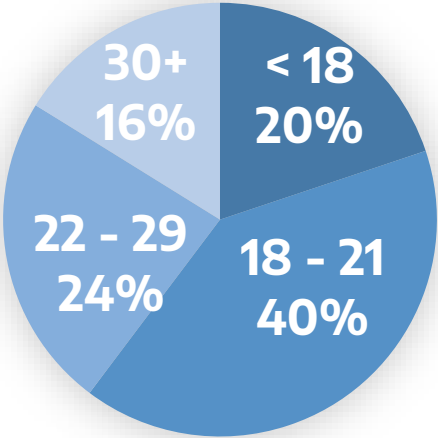
Source: THECB

# Texas Community Colleges Serve the State at Scale

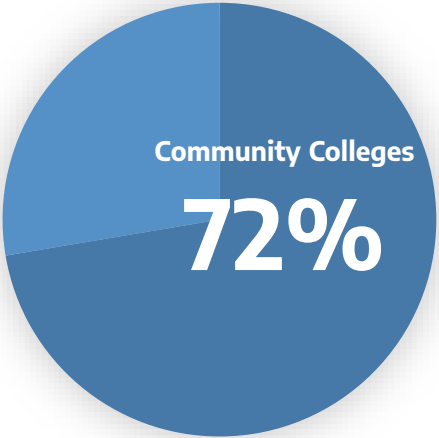
## Community Colleges Reach a Diverse and Underserved Population



Enrollment reflects the diversity of Texas



Community colleges serve students of all ages



Community colleges enroll 72% of minority freshmen & sophomores in Texas

Source: THECB

# Texas Community Colleges Meet Local Demand

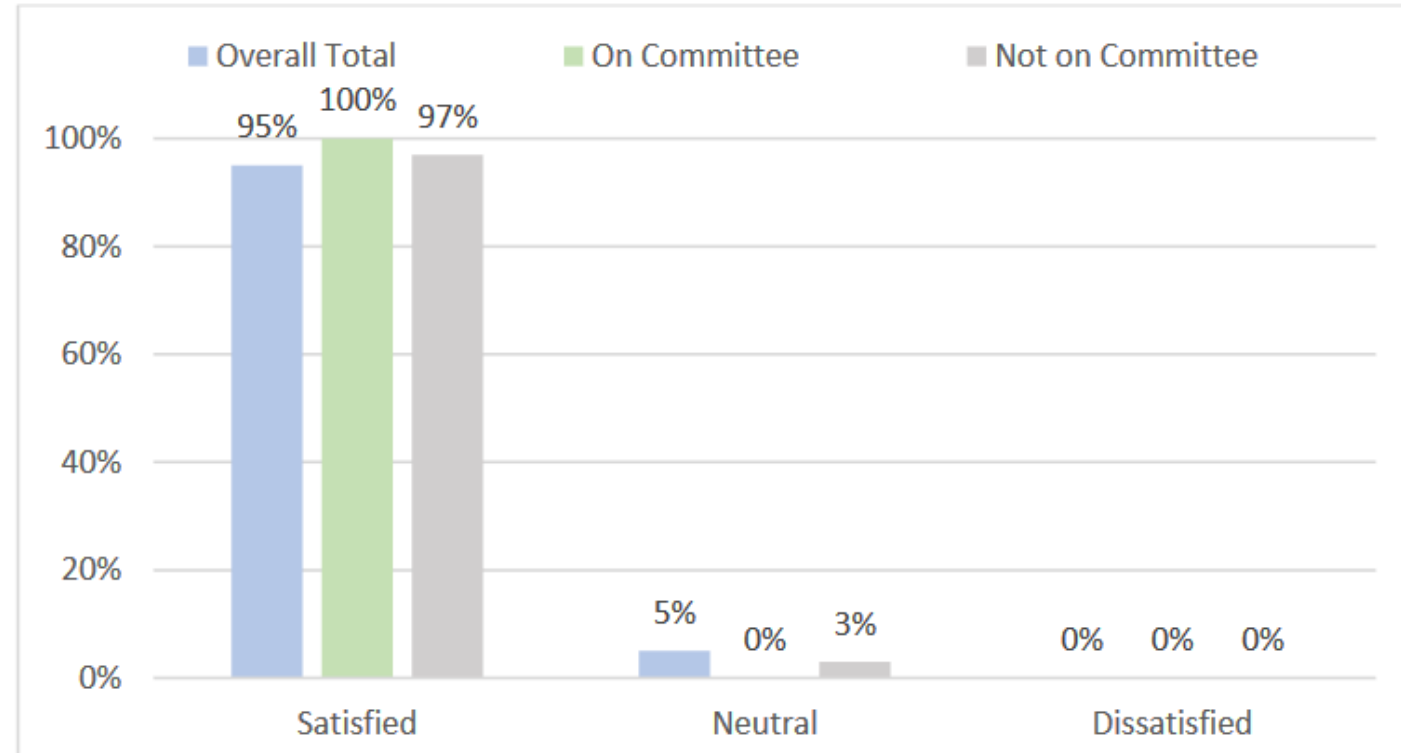
## Surveying the Legislature:

TACC contracted with Trellis Research to conduct a survey of Texas state legislators and their chiefs of staff in order to assess opinions and level of satisfaction with the TACC and community colleges themselves.

The survey was composed of an anonymous three-week campaign created through collaboration between Trellis Research and TACC.

Participants were overwhelmingly satisfied with their local college.

## How satisfied are you with how community colleges serve your district?



\*On Committee include: House Committee on Higher Education, House Committee on Appropriations, Senate Committee on Higher Education, or Senate Finance Committee. Legislators on more than one committee were only counted once.

# Formula Recommendations for Community Colleges for the FY 2020-2021 Biennium

The FY 2020-2021 formula recommendations adopted by the TACC Board and the CCATT Board are fully aligned with the formula recommendations adopted by the Community & Technical Colleges Formula Advisory Committee and the THECB. The recommendations are an increase of \$144.8 M, to \$1,912.2 M for the biennium. This funding level will enable the colleges to meet the goals of 60x30TX. The recommendations include the following priorities:

1. Fund an increase based on projected growth in contact hours and success points, adjusted 1.7% for inflation.
2. Fund the contact hour formula at a rate of \$5.49 per contact hour for the biennium.
3. Fund success points at \$215 per point. This is a 25% increase from the current rate of \$172.
4. Maintain the funding level for core operations at \$1.36 million per district for the biennium.
5. Maintain the current funding level for the Bachelor of Applied Technology for the four community colleges eligible for this funding, adjusted for projected growth.
6. THECB will submit these recommendations to the LBB in preparation for the upcoming 86th Legislative Session.

Formula	FY 2018-019 Biennium FY 2018-2019 Biennium (\$ in Millions)	Formula Advisory Committee Recommendations (\$ in Millions)	THECB Recommendations (\$ in Millions)	TACC Board & CCATT Board Recommendations (\$ in Millions)	Recommended Increase Compared to FY 2018-2019 Biennium (\$ in Millions)	% Increase from FY 2018-2019 Appropriations
<b>Core Operations</b>	\$68.0	\$68.0	\$68.0	\$68.0	\$0.0	0%
<b>Contact Hours</b>	\$1,516.6	\$1,599.8	\$1,599.8	\$1,599.8	\$83.2	5.5%
<b>Bachelor of Applied Technology (BAT)</b>	\$2.8	\$3.0	\$3.0	\$3.0	\$0.2	8.3%
<b>Student Success Points</b>	\$180.0	\$241.3	\$241.3	\$241.3	\$61.4	34.1%
<b>TOTAL</b>	<b>\$1,767.4</b>	<b>\$1,912.2</b>	<b>\$1,912.2</b>	<b>\$1,912.2</b>	<b>\$144.8</b>	<b>8.2%</b>

# State Support is Vital to Texas Community Colleges

## **When combined with local ad valorem resources and tuition and fee revenue, the requested state funding will:**

- Provide Community Colleges the capacity to help Texas meet the goals of 60x30TX
- Continue investments across our campuses in
  - Improved campus safety
  - Dual Credit & Early College High Schools, including CTE Dual Credit
  - Workforce development & Continuing Education opportunities
  - Advising & student success initiatives
  - Affordability
  - Innovations such as Guided Pathways and 8-week courses



Community College  
Association of Texas Trustees

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# Achieving the Goals of 60x30TX

## **THE OVERARCHING GOAL: 60x30**

*By 2030, at least 60 percent of Texans ages 25-34 will have a certificate or degree*

## **THE SECOND GOAL: COMPLETION**

*By 2030, at least 550,000 students in that year will complete a certificate, associate, bachelor's, or master's from an institution of higher education in Texas.*

## **THE THIRD GOAL: MARKETABLE SKILLS**

*By 2030, all graduates from Texas public institutions of higher education will have completed programs with identified marketable skills.*

## **THE FOURTH GOAL: STUDENT DEBT**

*By 2030, undergraduate student loan debt will not exceed 60 percent of first-year wages for graduates of Texas public institutions.*

# Achieving the Goals of 60x30TX

## GOAL 4: STUDENT DEBT

- Texas Community Colleges Are Exceeding the 60X30TX Debt Goal
- Majority of community college graduates finish with zero loan debt, those who do carry relatively low debt loads.

Award	% With Debt	Average Debt	% of 1 <sup>st</sup> Year Wage
Certificate	27%	\$14,248	32.2%
Associate's	34%	\$16,780	42.4%
Bachelor's (Public 4-Year Institutions)	60%	\$30,516	71.4%

# State Support Is Critical to Keeping Local Taxes & Tuition Low

Texas community colleges have 3 sources of revenue to support delivery of education and workforce development:

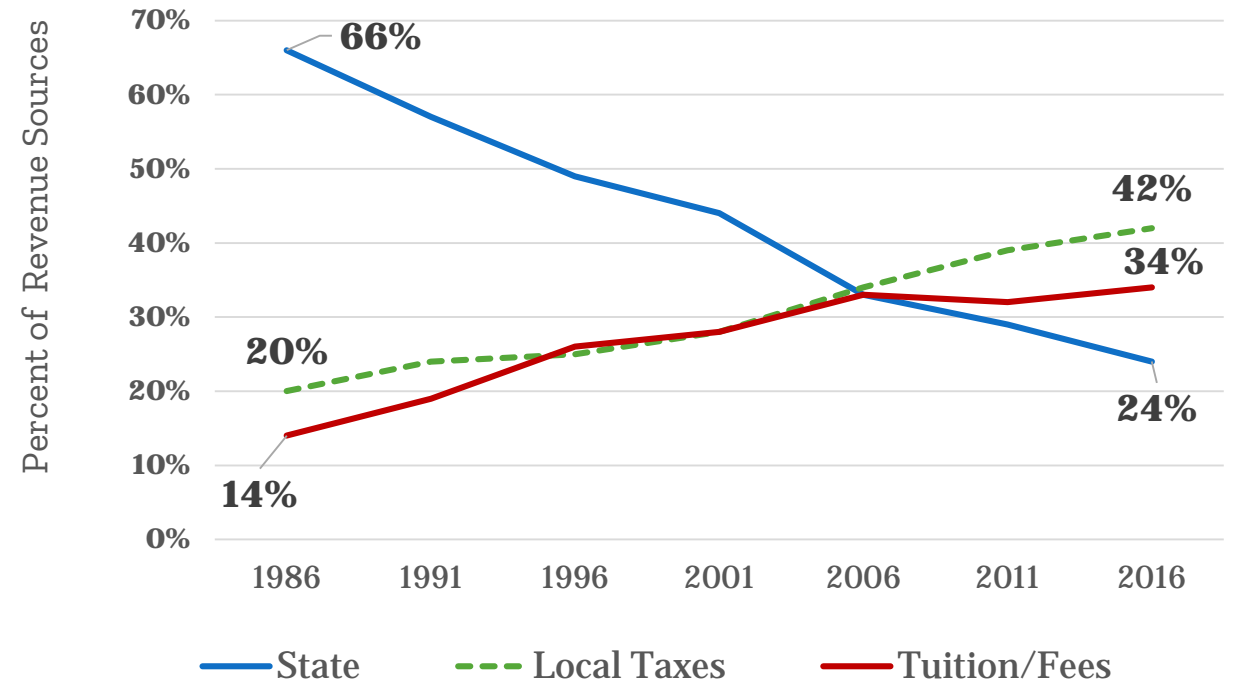
- State Appropriations
- Local Ad Valorem Property Taxes
- Student Tuition & Fees

State support helps keep tuition at Texas community colleges the 3<sup>rd</sup> lowest in the United States:

Average Tuition & Fees		
Public, two-year		
Rank	State	\$
1	California	\$1,246
2	New Mexico	\$1,553
3	Texas	<b>\$2,017</b>
4	Arizona	\$2,061
50	New Hampshire	\$6,999

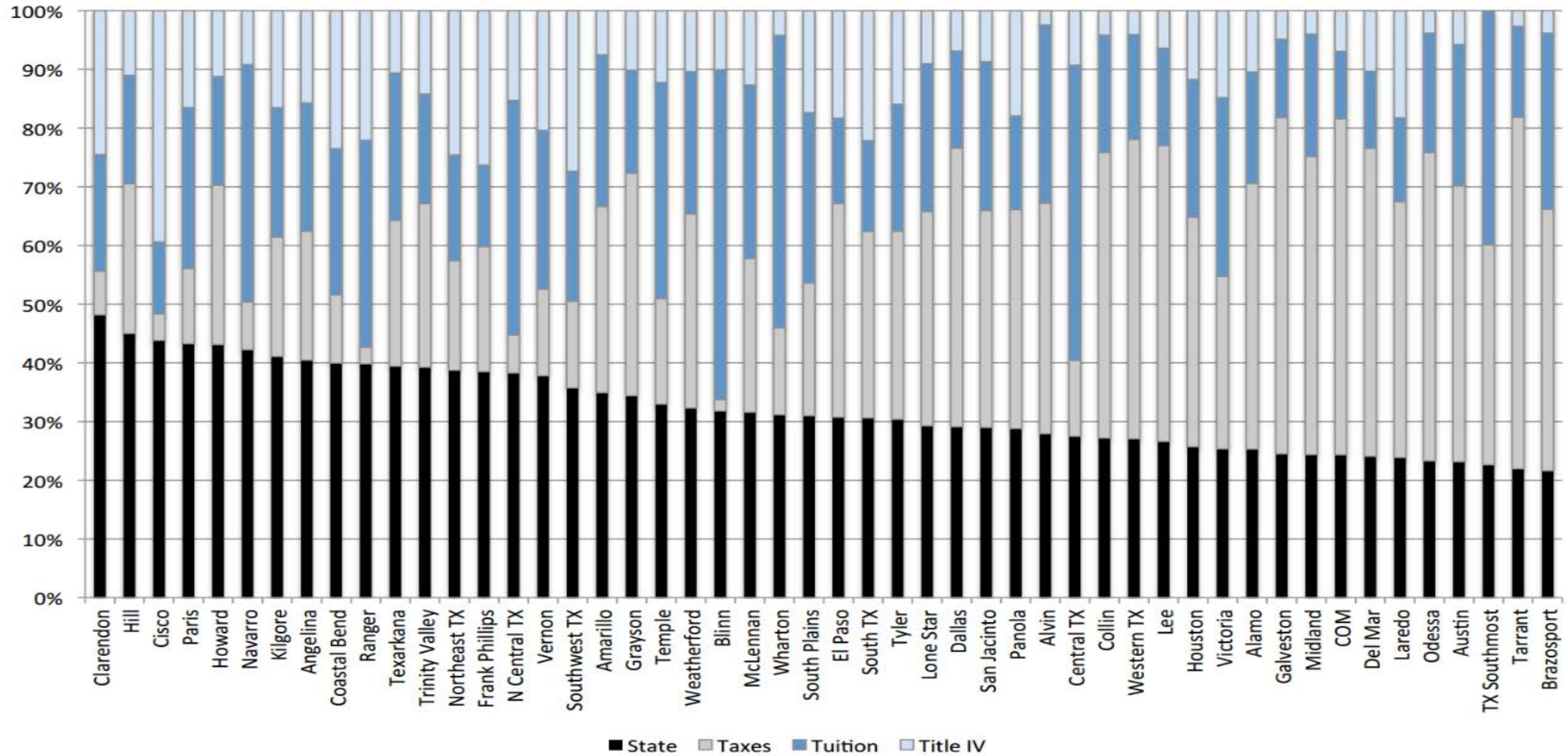
Source: THECB

Community College Revenue Sources, 1986-2016



Source: TACC

# Three Primary Sources of Operational Revenue, FY 2015



\*Funds not included in this analysis are: restricted ad valorem taxes, federal grants & contracts, Title IV pass-through to students, and auxiliary/other funds.



Texas Association of  
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# Recovering from Hurricane Harvey

**Facilities.** Campuses hit the hardest by the hurricane endured extensive water damage to buildings, parking structures, and student athletics fields. In some cases, cleanup and reconstruction efforts will take more than a year to complete.

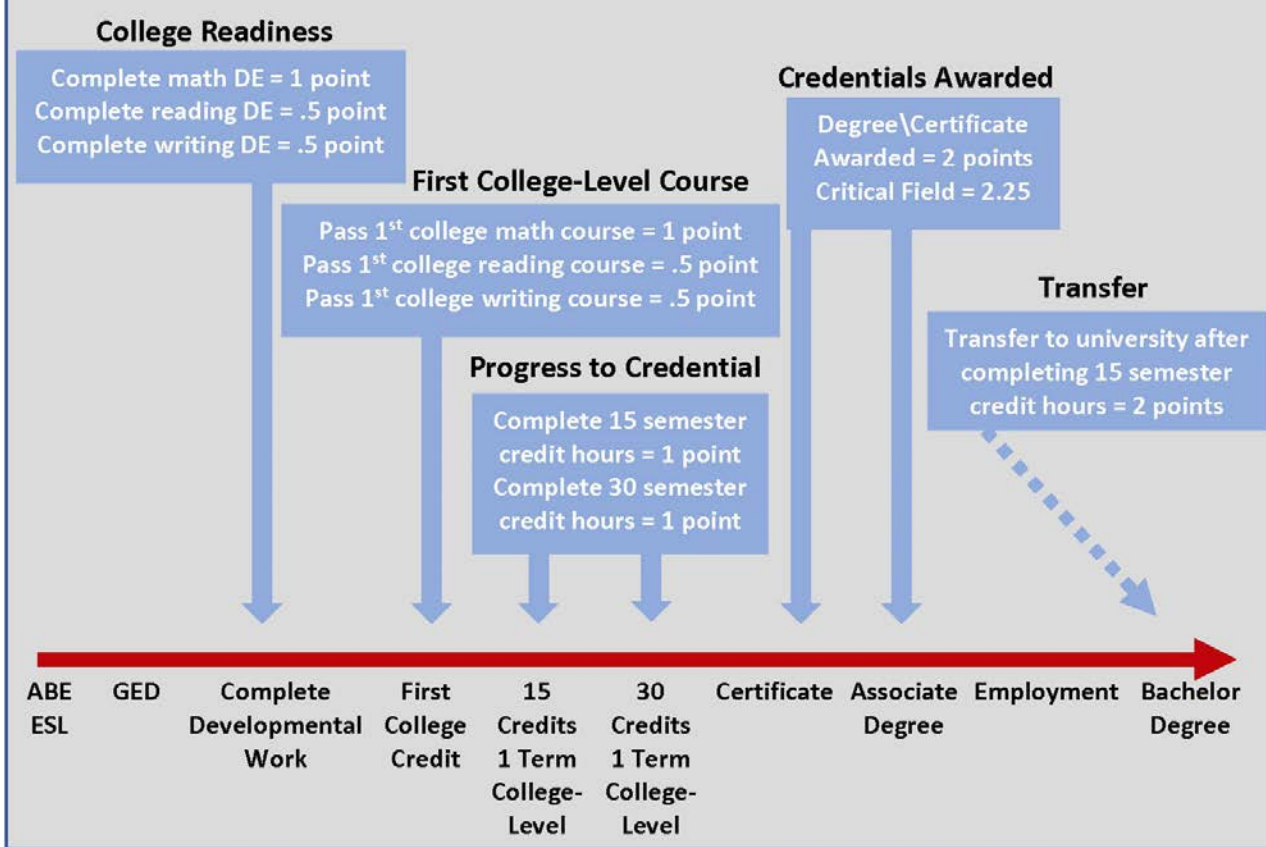
**Enrollment.** Certain community colleges experienced enrollment declines, including declines in dual credit enrollment, due to students being displaced by the hurricane. The enrollment declines are resulting in losses in tuition and fee revenue and could result in losses in formula funding to the extent that the lower enrollment numbers continue through the base period.

## **The Community College Response:**

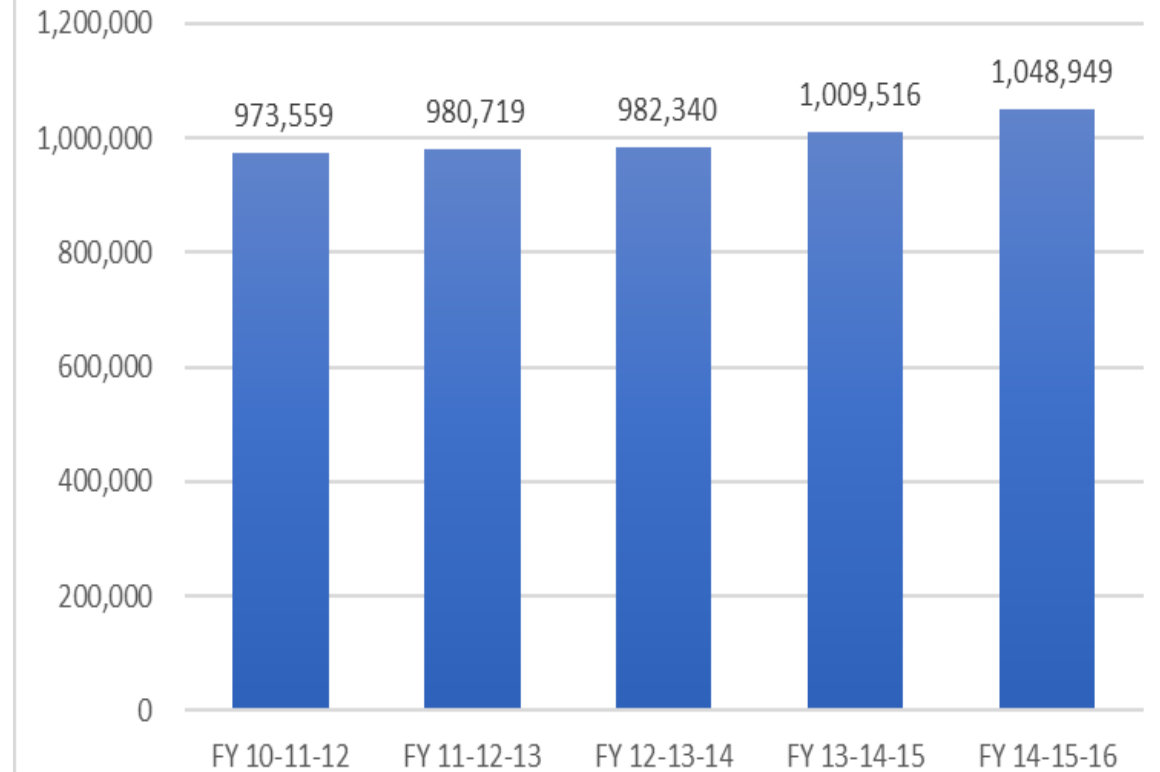
- Extended tuition payment plan deadlines
- opened or expanded food pantries for students and families
- offered counseling to students, faculty, and staff
- volunteered at shelters
- provided medical care for animals rescued by emergency responders
- supported debris clean-up efforts

# Performance Based Funding at Texas Community Colleges:

## Student Success Point Model



Student Success Points 3-Year Average:  
FY 10-11-12 to FY 14-15-16



# Dual Credit Profile at Texas Community Colleges

- Dual credit participation increased 57% from fall 2007 to fall 2017.
- Community colleges served 91% of dual credit enrollments in fall 2017.
- Dual credit represented 10% of all higher education enrollment in fall 2017.
- 10% of all high school students and 20% of all high school graduates enrolled in dual credit .
- 93% of high schools in Texas offered at least one dual credit course in the 2015-16 academic year.
- 19.4% of all Community and Technical College enrollment is among dual credit students
- 15% of all dual credit courses are in Career and Technical Education (CTE)

**Dual Credit Enrollment by Institution Type, Fall 2007-2017**



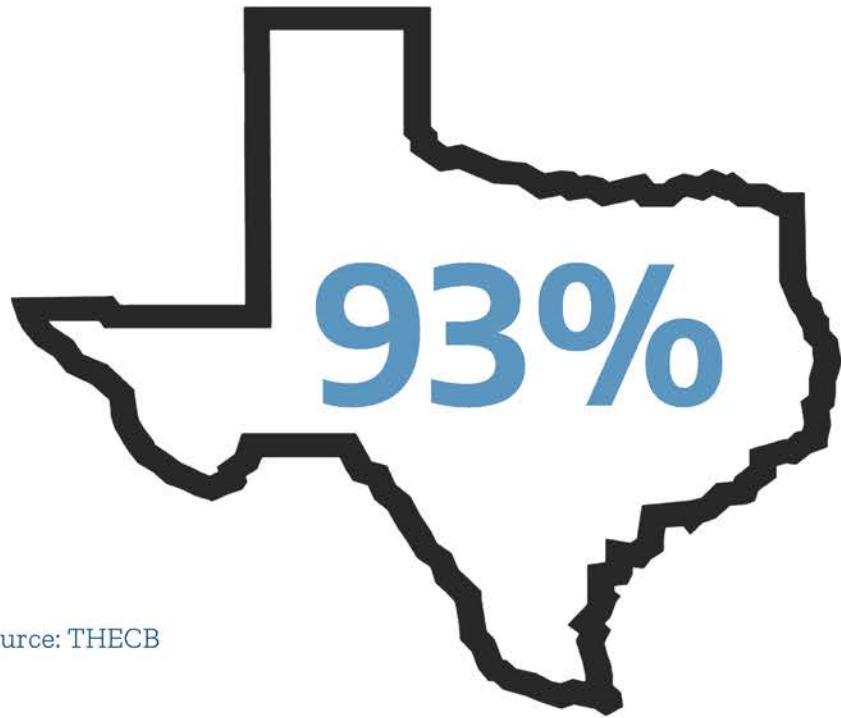
■ Community Colleges   ■ Universities   ■ TSTCs and Lamars

Source: THECB



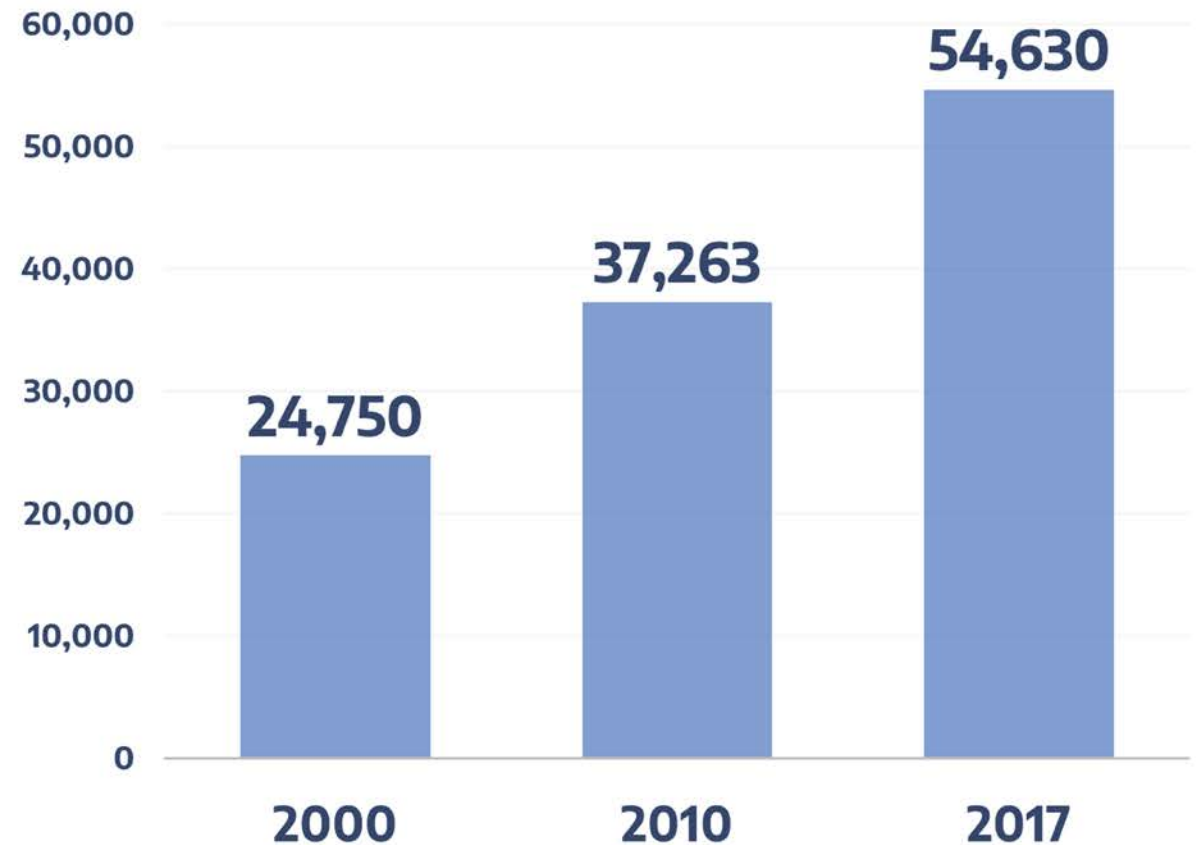
# Texas Community Colleges are the Leader in Workforce Education

Community Colleges Awarded 93% of All Technical Certificates & Associate Degrees in Texas (FY 2017)



Source: THECB

Total Annual Technical Certificates & Associate Degrees Awarded



# Texas Community Colleges are the Leader in Workforce Education

## Community Colleges Respond to the Workforce Needs of a Growing Texas

### Top Technical Associate Degrees Awarded in 2017

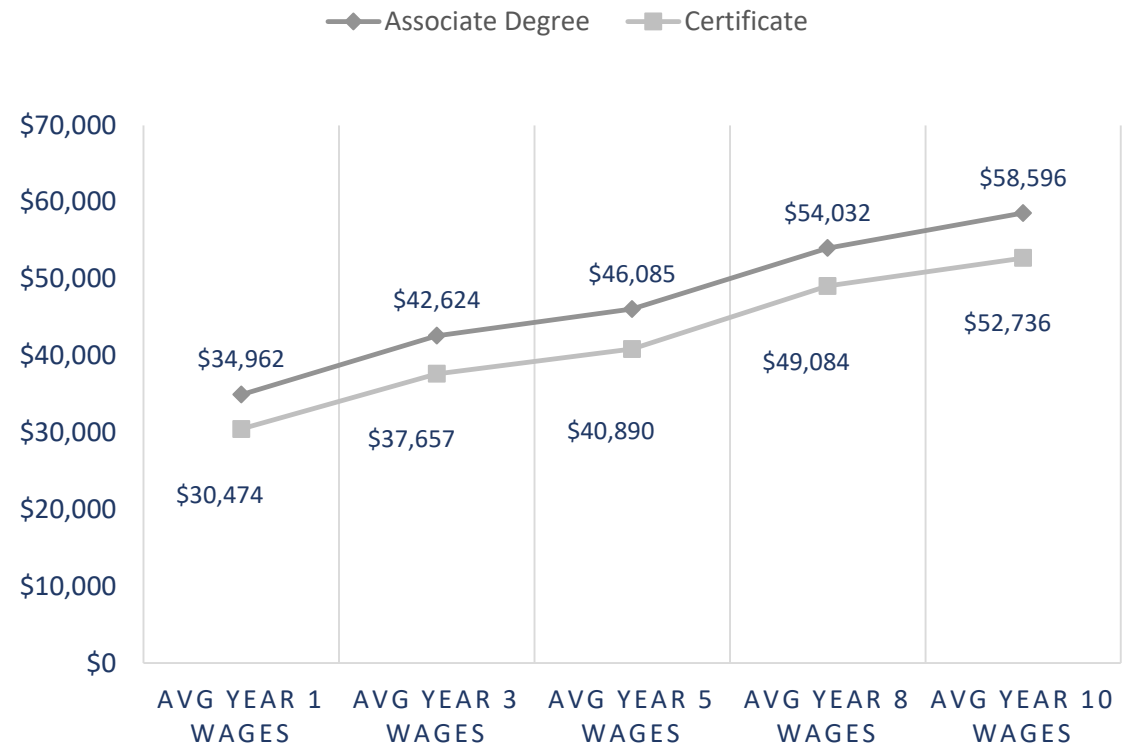
1. Registered Nurse
2. Business Administration and Management
3. Chemical Technology
4. Radiologic Technology
5. Legal Assistant/ Paralegal
6. Computer and Information Sciences
7. Physical Therapist Technician/ Assistant
8. Welding Technology
9. Drafting and Design Technology
10. Respiratory Care Therapy

### Top Technical Certificates Awarded in 2017

1. Welding Technology
2. Business Administration and Management
3. Licensed Practical/ Vocational Nurse Training
4. Automotive Mechanics
5. Computer and Information Sciences
6. Cosmetology
7. EMT Paramedic
8. HVAC Technology
9. Chemical Technology
10. Fire Science

## Community College Credentials Lead to Wage Growth

### Average Earnings by Credential Level (All Majors)\*



\*Includes all Public, Two-Year Colleges. (2005 Cohort)  
 Source: Texas Consumer Resource for Education and Workforce Statistics



**Texas Association of  
Community Colleges**



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**For more information, please contact:**

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