

SENATE BILL REPORT

2SHB 1433

As Reported by Senate Committee On:
Higher Education & Workforce Development, February 20, 2018
Ways & Means, February 22, 2018

Title: An act relating to decoupling services and activities fees from tuition.

Brief Description: Decoupling services and activities fees from tuition.

Sponsors: House Committee on Appropriations (originally sponsored by Representatives Stambaugh, Orwall, Haler, Tarleton, Jinkins, Pollet, Stonier, Ryu, Hargrove, Santos and Doglio).

Brief History: Passed House: 2/08/18, 91-7.

Committee Activity: Higher Education & Workforce Development: 2/20/18 [DP-WM].
Ways & Means: 2/22/18 [DP, w/oRec].

Brief Summary of Bill

- Removes the provision tying the annual increase of student and activity fees to the percentage increase in student tuition fees for the four-year public institutions.
- Requires that increases to services and activity fees at the four-year public institutions shall not exceed 4 percent per year.

SENATE COMMITTEE ON HIGHER EDUCATION & WORKFORCE DEVELOPMENT

Majority Report: Do pass and be referred to Committee on Ways & Means.

Signed by Senators Ranker, Chair; Palumbo, Vice Chair; Hawkins, Ranking Member; Carlyle, Liias, Miloscia, Nelson and Short.

Staff: Alicia Kinne-Clawson (786-7407)

SENATE COMMITTEE ON WAYS & MEANS

Majority Report: Do pass.

This analysis was prepared by non-partisan legislative staff for the use of legislative members in their deliberations. This analysis is not a part of the legislation nor does it constitute a statement of legislative intent.

Signed by Senators Rolfes, Chair; Frockt, Vice Chair; Braun, Ranking Member; Honeyford, Assistant Ranking Member; Bailey, Becker, Billig, Brown, Carlyle, Conway, Darneille, Fain, Hasegawa, Hunt, Keiser, Mullet, Palumbo, Pedersen, Ranker, Rivers, Van De Wege, Wagoner and Warnick.

Minority Report: That it be referred without recommendation.
Signed by Senator Schoesler.

Staff: Daniel Masterson (786-7454)

Background: Services and activities (S&A) fees are used to fund student activities and programs. Governing boards at institutions of higher education may increase the S&A fee annually. The authorizing statute provides that the annual increase may not exceed the percentage increase of the annual percentage increase in student tuition fees for resident undergraduate students. The percentage increase does not apply to that portion of the S&A fees previously committed to the repayment of bonded debt. Those adjustments may exceed the fiscal growth factor. In the 2013-15 and 2015-17 fiscal biennia, the Legislature authorized governing boards to increase the S&A fees by amounts judged reasonable and necessary by the S&A fee committee and the governing board, as opposed to having the increase tied to tuition.

Each institution has an S&A fee committee, and students have a majority of the voting membership on the committee. Student groups and campus programs submit proposals to the S&A fee committee, which reviews the proposals and recommends how S&A fees should be allocated. The S&A fee committee recommends a final budget to the institution's governing board, which is required to give priority consideration to the committee's recommendations.

Summary of Bill: The provision limiting the annual increase of S&A fees to the percentage increase in student tuition fees is removed for the four-year public institutions, and instead, S&A fees may be increased by an amount not to exceed 4 percent per year.

Appropriation: None.

Fiscal Note: Available.

Creates Committee/Commission/Task Force that includes Legislative members: No.

Effective Date: Ninety days after adjournment of session in which bill is passed.

Staff Summary of Public Testimony (Higher Education & Workforce Development):
No public hearing was held.

Persons Testifying (Higher Education & Workforce Development): N/A

Persons Signed In To Testify But Not Testifying (Higher Education & Workforce Development): N/A

Staff Summary of Public Testimony (Ways & Means): No public hearing was held.

Persons Testifying (Ways & Means): N/A

Persons Signed In To Testify But Not Testifying (Ways & Means): N/A