HOUSE BILL 1606

State of Washington56th Legislature1999 Regular SessionBy Representatives Reardon, Radcliff, Benson, Lantz, Campbell and
Dunshee

Read first time 01/29/1999. Referred to Committee on Higher Education.

1 AN ACT Relating to services and activities fees at institutions of 2 higher education; and amending RCW 28B.15.044 and 28B.15.045.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 **Sec. 1.** RCW 28B.15.044 and 1986 c 91 s 1 are each amended to read 5 as follows:

6 It is the intent of the legislature that students ((will propose budgetary recommendations for consideration by)) and the college or 7 university administration and governing board ((to the extent that such 8 9 budget recommendations are intended to be funded by services and 10 activities fees)) work collaboratively to budget services and activities fees. It is also the intent of the legislature that 11 12 services and activities fee expenditures for programs devoted to 13 political or economic philosophies shall result in the presentation of a spectrum of ideas. 14

15 Sec. 2. RCW 28B.15.045 and 1994 c 41 s 1 are each amended to read 16 as follows:

17 The legislature recognizes that institutional governing boards have 18 a responsibility to manage and protect institutions of higher

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This responsibility includes ensuring certain lawful education. 1 agreements for which revenues from services and activities fees have 2 been pledged. Such lawful agreements include, but are not limited to, 3 4 bond covenant agreements and other contractual obligations. Institutional governing boards are also expected to protect the 5 stability of programs that benefit students. 6

7 The legislature also recognizes that services and activities fees 8 are paid by students for the express purpose of funding student 9 services and programs, and that students are the most appropriate judges of which expenditures best serve their needs. It is the intent 10 of the legislature that governing boards ((ensure that)) and students 11 have ((a strong)) an equal voice in ((recommending)) determining 12 budgets for services and activities fees. The boards of trustees and 13 14 the boards of regents of the respective institutions of higher 15 education shall adopt guidelines governing the establishment and 16 funding of programs supported by services and activities fees upon the written agreement of their respective student government association or 17 18 its equivalent. Such guidelines shall stipulate procedures for 19 budgeting and expending services and activities fee revenue. Any such guidelines shall be consistent with the following provisions: 20

(1) Student representatives from the services and activities fee 21 22 of committee and representatives the college or university 23 administration shall have an opportunity to address the board before 24 board decisions on services and activities fee budgets and dispute 25 resolution actions are made;

(2) ((Members of the governing boards shall adhere to the principle that services and activities fee committee desires be given priority consideration on funding items that do not fall into the categories of preexisting contractual obligations, bond covenant agreements, or stability for programs affecting students)) Revenue from this fee shall be used exclusively to support student services and programs;

32 (3) Responsibility for proposing ((to the administration and the 33 governing board program priorities and budget levels for that portion 34 of program budgets that derive from)) an annual expenditure plan for services and activities fees revenues shall reside with a services and 35 36 activities fee committee, on which students shall hold at least a 37 majority of the voting memberships, such student members shall represent diverse student interests, and shall be recommended by the 38 39 student government association or its equivalent. The chairperson of

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1 the services and activities fee committee shall be selected by the 2 members of that committee. The governing board shall insure that the 3 services and activities fee committee provides an opportunity for all 4 viewpoints to be heard at a public meeting during its consideration of 5 the funding of student programs and activities.

6 (4) The services and activities fee committee shall evaluate 7 existing and proposed programs and submit <u>a</u> budget ((recommendations)) 8 for the expenditure of ((those)) services and activities fees with 9 supporting documents simultaneously to the college or university 10 governing board and administration.

(5) The college or university administration shall review the 11 services and activities fee committee budget ((recommendations)) and 12 13 publish a written response to the services and activities fee committee. This response shall ((outline potential areas of difference 14 15 between the committee recommendations and the administration's proposed 16 budget recommendations)) detail any concerns with the committee's budget, particularly any perceived failure by the committee to observe 17 preexisting contractual obligations or bond covenant agreements. This 18 19 response, with supporting documentation, shall be submitted to the 20 services and activities fee committee in a timely manner to allow adequate consideration. 21

(6)(a) In the event of a dispute or disputes involving the services and activities fee committee ((recommendations)) <u>budget</u>, the college or university administration shall meet with the services and activities fee committee in a good faith effort to resolve such dispute or disputes ((prior to submittal of final recommendations to)) <u>before</u> <u>review of the services and activities fee committee budget by</u> the governing board.

(b) If said dispute is not resolved within fourteen days, a dispute
resolution committee shall be convened by the chair of the services and
activities fee committee within fourteen days.

(7) The dispute resolution committee shall be selected as follows: 32 33 The college or university administration shall appoint two nonvoting 34 advisory members; the governing board shall appoint three voting members; and the services and activities fee committee chair shall 35 appoint three student members of the services and activities fee 36 37 committee who will have a vote, and one student representing the services and activities fee committee who will chair the dispute 38 39 resolution committee and be nonvoting. The committee shall meet in

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1 good faith, and settle by vote any and all disputes. In the event of 2 a tie vote, the chair of the dispute resolution committee shall vote to 3 settle the dispute.

4 (8) The governing board may take action on those portions of the services and activities fee <u>committee</u> budget not in dispute in 5 accordance with the customary budget approval timeline established by 6 7 the board. <u>When considering the services and activities fee committee</u> 8 budget, the governing board shall be limited to approving or 9 disapproving expenditures, however the board may approve expenditures 10 not contained in the services and activities fee committee budget to remedy any failure by the committee to observe preexisting contractual 11 obligations or bond covenant agreements. The governing board shall 12 13 consider the results, if any, of the dispute resolution committee and 14 ((shall take action)) may approve expenditures recommended by the 15 dispute resolution committee.

(9) Services and activities fees and revenues generated by programs
and activities funded by such fees shall be deposited and expended
through the office of the chief fiscal officer of the institution.

(10) Services and activities fees and revenues generated by programs and activities funded by such fees shall be subject to the applicable policies, regulations, and procedures of the institution and the budget and accounting act, chapter 43.88 RCW.

(11) All information pertaining to services and activities feesbudgets shall be made available to interested parties.

25 (12) With the exception of any funds needed for bond covenant 26 obligations, once the budget for expending service and activities fees is approved by the governing board, funds shall not be shifted from 27 funds budgeted for associated students or departmentally related 28 29 categories or the reserve fund until the administration provides 30 written justification to the services and activities fee committee and 31 the governing board, and the governing board and the services and activities fee committee give their express approval. In the event of 32 33 a fund transfer dispute among the services and activities fee 34 committee, the administration, or the governing board, said dispute 35 shall be resolved pursuant to subsections (6)(b), (7), and (8) of this section. 36

(13) Any service and activities fees collected which exceed
 initially budgeted amounts are subject to subsections (1) through (10)
 and (12) of this section.

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1 (14) Only changes in the amount of services and activities fees 2 agreed upon by the services and activities fee committee and the 3 governing board may be used to adjust the amount charged to students.

4 <u>NEW SECTION.</u> Sec. 3. If any provision of this act or its 5 application to any person or circumstance is held invalid, the 6 remainder of the act or the application of the provision to other 7 persons or circumstances is not affected.

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