THE GENERAL ASSEMBLY OF PENNSYLVANIA

No. 84 Session of 2017

INTRODUCED BY ARGALL, AUMENT, BAKER, SCHWANK, VULAKOVICH, FOLMER, RAFFERTY, WHITE, ALLOWAY, MARTIN, SCAVELLO, RESCHENTHALER, TOMLINSON, HUTCHINSON, BROWNE, BOSCOLA, EICHELBERGER AND WAGNER, MARCH 2, 2017

REFERRED TO EDUCATION, MARCH 2, 2017

A RESOLUTION

1 2 3 4	Directing the Legislative Budget and Finance Committee to conduct a study and issue a report relating to the long-term sustainability and viability of the Pennsylvania State System of Higher Education.
5	WHEREAS, The Pennsylvania State System of Higher Education
6	(PASSHE) was established by the act of November 12, 1982
7	(P.L.660, No.188); and
8	WHEREAS, Today the system is the largest provider of higher
9	education in this Commonwealth, with nearly 107,000 degree-
10	seeking students and thousands more who are enrolled in
11	certificate and other career-development programs; and
12	WHEREAS, Nearly 90% of enrolled individuals are Pennsylvania
13	residents; and
14	WHEREAS, Act 188 of 1982 brought together 14 existing State
15	colleges that varied in size and the number of bachelor degrees
16	awarded; and
17	WHEREAS, PASSHE now includes several branch campuses and
18	multi-institution centers in addition to the 14 main campuses;

1 and

2 WHEREAS, An underlying policy goal of PASSHE's establishment 3 was to provide greater access to affordable higher education in 4 Pennsylvania; and

5 WHEREAS, PASSHE universities have accounted for more than 6 one-fifth of the bachelor's degrees awarded in Pennsylvania in 7 recent years, which is critical to the current and future 8 economy of this Commonwealth; and

9 WHEREAS, Taxpayers of this Commonwealth are increasingly 10 concerned about the rising cost of higher education; and 11 WHEREAS, PASSHE represents a significant investment of taxpayer resources, and it is therefore incumbent upon 12 13 policymakers to ensure that the system fulfills its mission; and 14 WHEREAS, Fluctuating appropriations and enrollment levels 15 coupled with perpetually increasing administrative costs have 16 resulted in unprecedented fiscal pressures on PASSHE 17 universities; and

18 WHEREAS, The Board of Governors of PASSHE, the Office of the 19 Chancellor, the university presidents and the Councils of 20 Trustees are concerned about increasing student debt; and 21 WHEREAS, PASSHE universities are significant economic 22 enterprises contributing to the overall cultural, educational 23 and financial success of the regions in which they are located 24 throughout this Commonwealth; therefore be it

RESOLVED, That the Senate direct the Legislative Budget and Finance Committee to conduct a study and issue a report relating to PASSHE's long-term sustainability and viability; and be it

28 further

29 RESOLVED, That, for the purposes of this study, 30 sustainability and viability include:

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(1) a detailed assessment of all revenue and expenses of
 PASSHE, including long-term debt and the current and
 projected cost and funding status of health and pension
 benefits for at least the next 10 years;

5 (2) college affordability, including a review of the 6 price elasticity of tuition and room and board expenses at 7 PASSHE universities over the next 10 years;

8 (3) student enrollment trends at PASSHE universities
9 over the last 10 years and the next 10 years;

(4) potential for improved PASSHE efficiencies and
 overall cost reductions, including an analysis of faculty
 productivity, shared services or potential savings through
 cooperation with all other institutions of higher education;

(5) a review of shared governance within PASSHE that
includes a review of the powers and duties of the various
parties enumerated in Act 188 of 1982, including the Office
of the Chancellor, the Board of Governors, the university
presidents and the Councils of Trustees;

19 (6) evaluation of current and future infrastructure 20 needs at PASSHE universities, including academic buildings, 21 residence halls and other student-financed buildings and 22 including a review of deferred maintenance projects and 23 future information technology needs;

24 (7) assessment of the contributions made by university25 affiliates, subsidiaries and foundations;

(8) a review of the human capital needs at PASSHE
universities, including impending retirements over the next 5
to 10 years, along with the course offerings required to meet
future vocational needs; and

30 (9) assessment of best practices undertaken by

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policymakers in other states to address enrollment and fiscal pressures in public higher education; and be it further

4 RESOLVED, That the Legislative Budget and Finance Committee 5 conduct a comprehensive review of the legislative intent of Act 6 188 of 1982 and system policies, procedures and shared 7 governance to determine whether current practices, policies and 8 procedures are consistent with the language, intent and 9 underlying policy of the act; and be it further

10 RESOLVED, That, in compiling its report, the Legislative Budget and Finance Committee seek input from PASSHE, the Board 11 12 of Governors, the Office of the Chancellor, the Councils of 13 Trustees, the university presidents, the faculty, university 14 alumni, business leaders, university students, the private nonprofit charitable foundations affiliated with PASSHE 15 16 universities and any other person who may have relevant 17 information; and be it further

18 RESOLVED, That the Legislative Budget and Finance Committee 19 report its findings and recommendations to the Senate no later 20 than September 1, 2017.

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