



AGENDA

EXTERNAL RELATIONS COMMITTEE OF THE BOARD OF TRUSTEES

**June 3, 2026
3:00 PM**

3100 Main Street, 2nd Floor Auditorium, Houston, Texas 77002

**NOTICE OF A MEETING OF THE
External Relations Committee
OF THE BOARD OF TRUSTEES**

HOUSTON CITY COLLEGE

June 3, 2026

Notice is hereby given that a Meeting of the External Relations Committee of the Board of Trustees of Houston City College will be held on Wednesday, June 3, 2026 at 3:00 PM, or after, and from day today as required, 3100 Main Street, 2nd Floor Auditorium, Houston, Texas 77002. The items listed in this Notice may be considered in any order at the discretion of the Committee Chair and items listed for closed session discussion may be discussed in open session and vice versa as permitted by law. Actions taken at this Meeting do not constitute final Board action and are only Committee recommendations to be considered by the Board at the next Regular Board meeting.

I Call to Order

- A. Opportunity for Public Comments

II Topics For Discussion and/or Action:

- A. State and Federal Relations Report

III Adjournment to closed or executive session pursuant to Texas Government Code Sections 551.071; 551.072 and 551.074, the Open Meetings Act, for the following purposes:

A. Legal Matters

Consultation with legal counsel concerning pending or contemplated litigation, a settlement offer, or matters on which the attorney's duty to the System under the Texas Disciplinary Rules of Professional Conduct clearly conflicts with the Texas Open Meetings Laws.

B. Personnel Matters

Deliberate the appointment, employment, evaluation, reassignment, duties, discipline or dismissal of a public officer, employee or board member to hear complaints or changes against an officer, employee or board member unless the officer, employee or board member who is the subject of the deliberation or hearing requests a public hearing.

C. Real Estate Matters

Deliberate the purchase, exchange, lease, or value of real property for Agenda items if deliberation in an open meeting would have a detrimental effect on the position of the System in negotiations with a third person.

IV. Additional Closed or Executive Session Authority:

If, during the course of the meeting covered by this Notice, the Board should determine that a closed or executive meeting or session of the Board should be held

or is required in relation to any items included in this Notice, then such closed or executive meeting or session as authorized by Section 551.001 et seq. of the Texas Government Code (the Open Meetings Act) will be held by the Board at that date, hour and place given in this Notice or as soon after the commencement of the meeting covered by the Notice as the Board may conveniently meet in such closed or executive meeting or session concerning:

Section 551.071 - For the purpose of a private consultation with the Board's attorney about pending or contemplated litigation, a settlement offer, or matters on which the attorney's duty to the System under the Texas Disciplinary Rules of Professional Conduct clearly conflicts with the Texas Open Meetings Laws.

Section 551.072 - For the purpose of discussing the purchase, exchange, lease or value of real property if deliberation in an open meeting would have a detrimental effect on the position of the governmental body in negotiations with a third person.

Section 551.073 - For the purpose of considering a negotiated contract for a prospective gift or donation to the System if deliberation in an open meeting would have a detrimental effect on the position of the System in negotiations with a third person.

Section 551.074 - For the purpose of considering the appointment, employment, evaluation, reassignment, duties, discipline or dismissal of a public officer, employee or board member to hear complaints or changes against an officer, employee or board member unless the officer, employee or board member who is the subject of the deliberation or hearing requests a public hearing.

Section 551.076 - To consider the deployment, or specific occasions for implementation of security personnel or devices, or a security audit.

Section 551.082 - For the purpose of considering discipline of a student or to hear a complaint by an employee against another employee if the complaint or charge directly results in a need for a hearing, unless an open hearing is requested in writing by a parent or guardian of the student or by the employee against whom the complaint is brought.

Section 551.084 - For the purpose of excluding a witness or witnesses in an investigation from a hearing during examination of another witness in the investigation. Should any final action, final decision, or final vote be required in the opinion of the Board with regard to any matter considered in such closed or executive meeting or session, then such final action, final decision, or final vote shall be at either:

A. The open meeting covered by this Notice upon the reconvening of the public meeting, or

B. At a subsequent public meeting of the Board upon notice thereof, as the Board shall determine.

V. Reconvene in Open Meeting

VI. Adjournment

CERTIFICATE OF POSTING OR GIVING NOTICE

On this **28th day of May 2026**, this Notice was posted at a place convenient to the public and readily accessible at all times to the general public at the following locations: (1) the HCC Administration Building of the Houston Community College, 3100 Main, First Floor, Houston, Texas 77002 and (2) the Houston Community College's website: www.hccs.edu.

Posted By:

Sharon R. Wright
Director, Board Services

REPORT ITEM

Meeting Date: June 3, 2026

Topics For Discussion and/or Action:

ITEM #	ITEM TITLE	PRESENTER
A.	State and Federal Relations Report	Dr. Margaret Ford Fisher Remmele J. Young, J.D.

COMPELLING REASON AND BACKGROUND

This report identifies proposed rule changes concerning the community college finance model. It also highlights emerging policy considerations (e.g., ensure biennial budget (FY28-29) maintains growth) in anticipation of the 90th legislative session. It further identifies relevant interim charges issued by both the Texas Speaker of the House and Lieutenant Governor for examination purposes.

Additionally, the report includes an update on *Strengthening Community Colleges Training Grants and Workforce Pell Grants*.

The above-identified discussion matters serve the purpose of apprising the HCC Governing Board on and about state and federal considerations deemed important to the institution.

FISCAL IMPACT

Under development

STRATEGIC ALIGNMENT

1. *Student Success*

ATTACHMENTS:

Description	Upload Date	Type
ERC_Jun03_26	5/27/2026	Presentation

This item is applicable to the following:

Central, Coleman, Northeast, Northwest, Southeast, Southwest, District, Online



External Relations Committee State & Federal Update

Margaret Ford Fisher, Ed.D.
Chancellor

Remmele J. Young, J.D.
Vice Chancellor

June 3, 2026

Executive Summary

This report identifies relevant proposed rule changes concerning the community college finance model. It also highlights emerging policy considerations in anticipation of the 90th legislative session.

It further identifies relevant interim charges issued by both the Texas Speaker of the House and Lieutenant Governor for examination purposes.

This report item also includes an update on the *Strengthening Community Colleges Training Grants* and the *Workforce Pell Grants*.

Key Considerations

- Understand priorities of state leadership and identify synergies to maximize opportunity
- Collaboratively devise a proposed legislative agenda for governing board review and adoption
- Identify status of Department of Labor grant program benefitting community colleges

State Relations

Community College Finance Model

- Outcomes exceeded projections used to set the FY26 appropriation
- Dynamic Adjustment* and FY25 settle-up was withheld by THECB
- Colleges later received payment projected for FY26, but without the Dynamic Adjustment; thereafter,
- THECB advanced proposed rule changes to address the funding deficit

Funding Calculation

- **\$285M shortfall** includes *Dynamic Adjustment + FY26 settle-up : FY26 only* –
- **\$128M:** *FY25 Dynamic Adjustment only*
- **89.5M:** *FY24-25 supplemental appropriation from 89R*

Status: Pending rulemaking outcome.

*Mid-year mechanism that updates performance-based funding for colleges whose actual outcomes data surpasses preliminary forecasts, authorized by HB8 (89R).

**Legislative Budget Board

Proposal 1: Student Weight Adjustments

- Adult learners from 0.50 to 0.40
- Economically disadvantaged from 0.25 to 0.20
- Academically disadvantaged from 0.25 to 0.20



Source: Texas Association of Community Colleges

Proposal 2: Cap Fundable Credentials

- 1 Bachelor's Degree
- 2 Level 1 Certificate
- 1 Associate Degree
- 1 OSA* or ICLC**
- 1 Level II Certificate
- 1 Advanced Technical Certificate
- Maximum seven credentials with 5-year rolling window

Source: Texas Association of Community Colleges

Additional Considerations

- Change in weights apply to both performance and base tiers
- Proposed rules would apply to lookback periods
- This is not a retroactive claw-back
- Payments already made or in process are not affected
- Proposal 2 caps follow the student, not the institution

*Occupational Skills Award.

**Institutional Credentials Leading to Certifications

Emerging Policy Considerations

- Ensure the biennial budget (FY28-29) maintains growth, including maximizing outcomes-based funding
- Optimize student aid opportunities, including grants
- Inform implementation of Workforce Pell
- Inform consequential tax legislation
- Promote proficiencies in compliance reporting that provides better data, while minimizing undue burden
- Elevate HCC Artificial Intelligence initiative
- Strengthen alignments between COV and dual credit programs Industry Based Credential (IBC) – fund IBC to strengthen alignment btw CTE, dual credit and community college funding



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State Relations

Key House Interim Charges

- Monitor and oversee implementation of appropriations bills (*Appropriations*)
- Infrastructure, Technology, and Workforce for Economic Development (*Appropriations*)
- Monitor the implementation of legislation passed by the 89th Legislature, including SB 1786 (cleanup bill for HB 8 88R) (*Higher Education*)
- Evaluate methods to increase credential completion aligned with regional labor demands; explore impact of Workforce Pell (*Higher Education*)
- Review healthcare workforce shortage (*Public Health*)
- Study workforce development and labor market conditions in Texas, including skills gaps (*Subcommittee on Workforce*)
- Study and consider methods to build on property tax relief; review cost and benefits (*Ways and Means*)
- Study shortages in aviation workforce and explore opportunity to work with community colleges and others to develop pathways (*General Aviation, Select*)

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Key Senate Interim Charges

- Homestead Exemption from 65 to 55 years of age (*Finance*)
- Preparing Texas Workforce for AI – enhance resiliency, align education pathways with employer needs (*Economic Development Committee*)
- Examine financial reporting and disclosure practices of public higher education institutions and make recommendations (*Finance*)
- Review implementation of community college funding model and make recommendations for structural changes (*Higher Education*)
- Monitor implementation of SB 37 (governance) and other legislation passed in 89th Legislature (*Higher Education*)
- Examine and make recommendations to cut Texans' property taxes (*Local Government Committee*)
- Examine effect of increasing homestead exemptions (*Local Government Committee*)



Next Steps

- Evaluate proposed policy priorities for subsequent action/adoption
- Present final draft for executive review, discussion, direction and/or approval of policy consideration
- Participate in interim hearings to gain information and insights
- Seek governing board's input and agenda adoption
- Publish adopted HCC legislative agenda

Rationale: Optimize opportunity to successfully adopt and advance an HCC policy agenda in anticipation of the 90th legislative session

Strengthening Community Colleges Training Grants

- **Texas Project Name:** *Building Local Capacity for Workforce Pell Data*
- **Purpose:** Ensure verified employment-outcome data from administrative sources to assess workforce demands
- Grant operates to scale statewide high-quality short-term training programs under Workforce Pell
- Project award: Between \$6.5 million and \$10.8 million

Project Highlights

- Advances data certainty demanded under new funding model emerging from HB 8 (89R)
- Factors existing systems while identifying gaps
- Promotes institutional readiness
- Better connects institutions to state-wide infrastructure and builds data capacity
- Targets high-demand labor markets (e.g., advanced manufacturing, healthcare, and AI)
- Texas consortium comprised of 33 community colleges, including HCC

Status: Filed application May 20, 2026.

Workforce Pell Grants

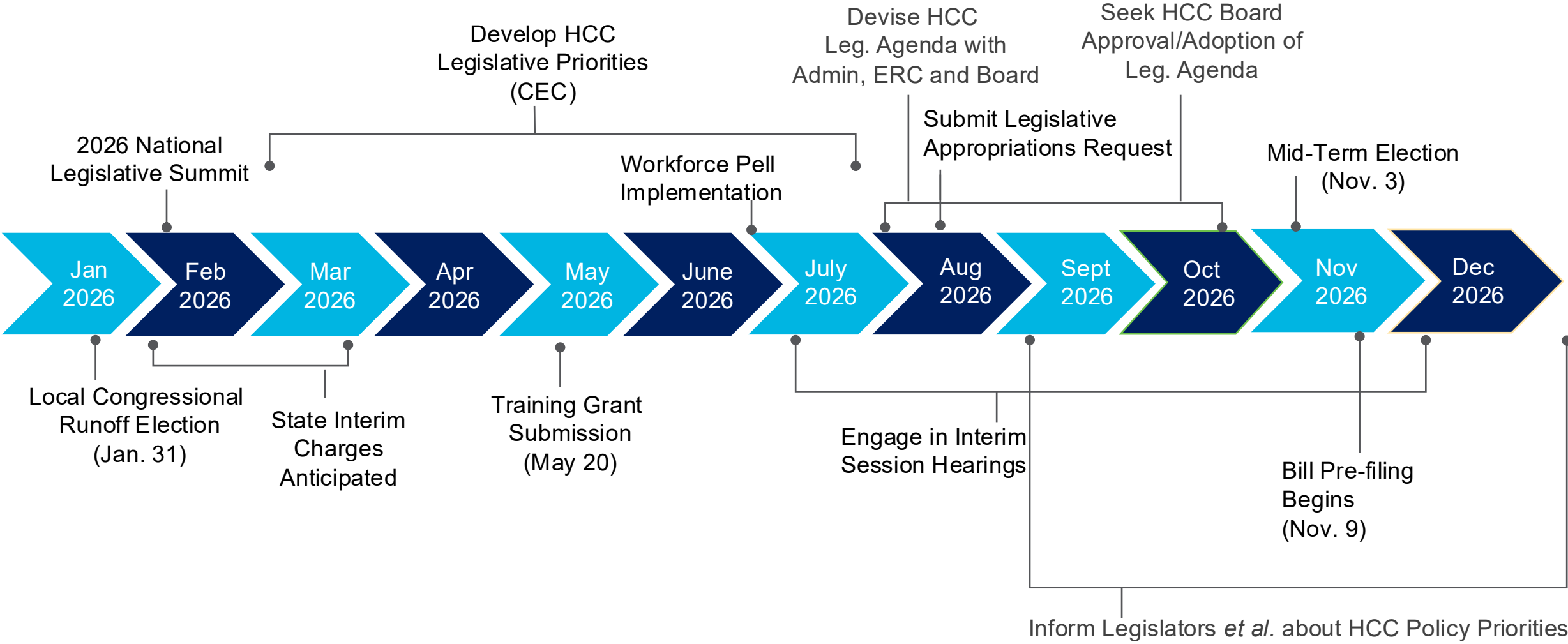
- Significant stream of direct-to-student financial aid
- Expands access to workforce education, increases enrollment and attainment of COV, and reduces student debt
- Supports accelerated pathways aligned with Texas' economic priorities
- THECB, identified by Governor, will lead initiative

Key Requirements

- State authorized, accredited, and Title IV eligible
- Final certification and approval by Governor and Department of Education
- Administrative capability and capacity to track outcomes, manage potential increases in enrollment, and complete required reporting

Status: Pending publication of federal rules. Federal implementation is July 1, 2026. Texas implementation projection is Fall 2026.

HCC Legislative Timeline 2026



Thank You