

COORDINATING BOARD FOR HIGHER EDUCATION

Conference Call – Wednesday, January 22, 2014

877-820-7831 Pin: 35666479#

8:30 a.m. – 9:00 a.m.

AGENDA

Academic Affairs and Workforce Needs Committee

Lowell Kruse, Chair

Action

1. Academic Program Actions

Rusty Monhollon

Budget and Financial Aid Committee

Dalton Wright, Chair

Action

1. Higher Education Capital Fund

Leroy Wade

DRAFT

AGENDA ITEM SUMMARY

AGENDA ITEM

Coordinating Board for Higher Education
Academic Program Actions
January 22, 2014

DESCRIPTION

This agenda item is submitted for new program proposals submitted by Three Rivers Community College and reviewed by the Missouri Department of Higher Education (MDHE). These proposals are submitted for special approval following a two-(and)-one-half year negotiation between Three Rivers Community College and Missouri, State University to establish the South Central Higher Education Center in Willow Springs, Missouri to create additional educational opportunities in the region. No comments were received by MDHE following the 20-day public commentary period for these programs. If approved, Three Rivers Community College seeks to offer these programs beginning in the January 2014 semester. These proposals are submitted to the Coordinating Board for Higher Education for action.

STATUTORY REFERENCE

Sections 173.005.2(1), 173.005.2(8), 173.005.11, 173.030(1), and 173.030(2), RSMo, Statutory requirements regarding CBHE approval of new degree programs.

RECOMMENDED ACTION

It is recommended that the Coordinating Board for Higher Education approve the program changes and new program proposals listed in the attachment.

ATTACHMENT(S)

Attachment A – Academic Program Actions

ACADEMIC PROGRAM ACTIONS

Under RSMo 173.005.11 and 6 CSR 10-10.010, out-of-state public institutions offering programs in Missouri are subject to an approval process similar to that for Missouri's public institutions of higher education. The CBHE must approve all programs before they are offered in Missouri.

I. New Programs Recommended for Provisional Approval

Effective July 1, 2011, the Coordinating Board for Higher Education will give provisional approval to new academic programs. The Missouri Department of Higher Education will review the program five years from the date of its provisional approval. If this review indicates that the program is not performing as expected, the CBHE may recommend the termination of the program, unless there are compelling justifications (i.e., central to institutional mission; supports other programs; meets statewide needs) for continuing the program.

Three Rivers Community College

- 1) C1, Plumbing Technician (*for delivery off-site in Willow Springs*)
- 2) C1, Electrical Technology (*for delivery off-site in Willow Springs*)
- 3) C1, Heating, Ventilation, Air Conditioning/Refrigeration Technology (*for delivery off-site in Willow Springs*)

AGENDA ITEM SUMMARY

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Coordinating Board for Higher Education
Higher Education Capital Fund
January 22, 2014

DESCRIPTION

The purpose of this agenda item is to outline the parameters set forth for the “Higher Education Capital Fund,” and to provide information in relation to six additional projects submitted by institutions requesting matching funds from this source. These additional projects were received subsequent to the initial deadline established for submission of such requests for inclusion in the FY 2015 operating and capital budget request.

Background

Senate Bill 563 (2012) established the “Higher Education Capital Fund.” This matching fund may be used by the General Assembly to appropriate money for capital projects at public colleges and universities. In order to be eligible to receive an appropriation through the matching fund, a public college or university must raise 50 percent of the cost of the capital project from private donations or grants. Institutions are prohibited from using operating budget funds, tuition, fees, bond revenues or state appropriations to produce their portion of the capital project's cost. The state is prohibited from using bonds to provide its portion of the capital project's cost, and the matching fund cannot be used for any athletic facilities, parking structures, or student housing.

Process

As required by law, the commissioner of higher education created an “Application for Matching Funds from the Higher Education Capital Fund,” which was approved by the Coordinating Board during its February 2013 meeting. The purpose of the application is to enable a public college or university to demonstrate that it has obtained 50 percent of the project's cost through private grants and donations.

A second requirement of the law is to establish procedures for public colleges or universities to follow to receive matching funds. Since the law also requires that any project funded through the matching fund have a specific line item appropriation, there is no need to establish any new or unique procedures outside of the regular appropriations process for these projects. To have a project considered for funding through the Higher Education Capital Fund, an institution must submit the matching fund application materials in addition to the regular forms and information provided as a part of the capital appropriations request process. Projects that are determined by the commissioner to meet the eligibility requirements for the matching fund are then noted as such on the request put forward by the Coordinating Board.

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Staff Recommendations

On September 5, 2013, the staff recommended and the Coordinating Board for Higher Education approved two applications requesting matching funds totaling \$17,400,000, for submission to the Governor and General Assembly. One application was submitted by the University of Missouri – Kansas City for matching funds of \$7,400,000 for the new construction of the UMKC Free Enterprise Center, and the second application was submitted by the University of Missouri – St. Louis for matching funds of \$10,000,000 for new construction of the College of Business Administration Building – Phase 1.

Subsequent to the Board's action in September, the department received six additional applications that demonstrated the commitment of private donations and/or grants and requested a matching appropriation from the Higher Education Capital Fund. Four applications were submitted by the University of Missouri – Columbia, one was submitted by the Missouri University of Science and Technology, and one was submitted by Missouri State University. Additional information on project costs is outlined in the attachment to this agenda item. MDHE staff has received documented assurances from each institution that the 50 percent match has been met in accordance with provisions set forth in Section 173.480.3, RSMo.

STATUTORY REFERENCE

Chapter 173.480, RSMo., Department of Higher Education, Higher Education Capital Fund

RECOMMENDED ACTION

It is recommended that the Coordinating Board approve the applications from the University of Missouri – Columbia, the Missouri University of Science and Technology, and Missouri State University for matching funds from the Higher Education Capital Fund, totaling \$24,988,000, for submission to the Governor and General Assembly.

ATTACHMENT

FY 2015 Additional Higher Education Capital Fund Requests

**COORDINATING BOARD FOR HIGHER EDUCATION
FY 2015 - Additional Higher Education Capital Fund Requests**

Institution	Project	State Request	Non-State Match	Total Cost
University of Missouri - Columbia	Lafferre Hall Renovations	\$6,125,000	\$6,125,000	\$12,250,000
University of Missouri - Columbia	Fine and Performing Arts Facilities	\$2,766,000	\$2,766,000	\$5,532,000
University of Missouri - Columbia	Teaching Winery	\$1,500,000	\$1,500,000	\$3,000,000
University of Missouri - Columbia	Applied Learning Center	\$11,147,000	\$11,147,000	\$22,294,000
Missouri University of Science and Technology	Experimental Mine Building	\$1,200,000	\$1,200,000	\$2,400,000
Missouri State University	Student Admissions and Success Center	\$2,250,000	\$2,250,000	\$4,500,000
		\$24,988,000	\$24,988,000	\$49,976,000