

NOVEMBER 16, 2016

Kansas Board of Regents

Emporia State University
Memorial Union
1 Kellogg Circle

2016-2017

Zoe Newton, Chair
Dave Murfin, Vice Chair

KANSAS BOARD OF REGENT MEMBERS:

Joe Bain	Shane Bangerter	Ann Brandau-Murguia
Bill Feuerborn	Dennis Mullin	Dave Murfin
Zoe Newton	Daniel Thomas	Helen Van Etten

FORESIGHT 2020

A Strategic Agenda for the State's Public Higher Education System

1. Increase higher education attainment among Kansas citizens
2. Improve alignment of the state's higher education system with the needs of the economy
3. Ensure state university excellence

FORESIGHT 2020

A 10-Year Strategic Agenda for the State's Public Higher Education System



Foresight 2020 is a 10-year strategic agenda for the state's public higher education system. Originally adopted by the Kansas Board of Regents in 2010, updated in 2012, and modified in 2015, the plan sets long-range achievement goals that are measurable, reportable, and ensure the state's higher education system meets Kansans' expectations. Find each year's progress report at: kansasregents.org/foresight_2020.

INCREASE HIGHER EDUCATION ATTAINMENT

Aspirations

- ★ Increase to 60 percent the number of Kansas adults who have earned a certificate, associate or bachelor's degree by 2020.
- ★ Achieve a ten percentage point increase in retention and graduation rates by 2020.

Measures

- ★ Number of certificates and degrees awarded by universities, community and technical colleges
- ★ Attainment Model progress
- ★ Graduation rates: 4/5/6-year rates for universities and 2/3/4-year rates for community and technical colleges
- ★ First to second year retention rates at universities, community and technical colleges
- ★ Student Success Index rates
- ★ Comparison of state demographics with higher education participation levels, including race/ethnicity, Pell Grant eligibility, and age
- ★ Comparison of postsecondary attainment in Kansas to the nation, by age groups
- ★ Adult Education: participation, percent served among working-age adults in Kansas without a high school diploma or its equivalent, and percent transitioning to postsecondary within 3 years of enrollment
- ★ Number of adults with college credit but no certificate or degree who are returning to complete a certificate, associate/bachelor degree
- ★ Seamless Transition: total number of courses approved for guaranteed transfer and number of Reverse Transfer degrees awarded systemwide

IMPROVE ECONOMIC ALIGNMENT

Aspirations

- ★ Respond to business and industry expectations for graduates and ensure all technical programs meet expectations of quality.
- ★ Reduce workforce shortages in select high-demand fields by increasing the number of certificates and degrees awarded, including in science, technology, engineering, and mathematics (STEM) fields.

Measures

- ★ Percent of graduates employed and average wages in Kansas, by award level
- ★ Number of certificates and degrees awarded in selected high-demand fields, and progress made on special state initiatives
- ★ Summary findings from latest K-TIP Report, providing systemwide analysis of all approved postsecondary CTE programs, by program
- ★ Percent of certificates/degrees awarded in STEM fields
- ★ Student performance on assessments tracking industry-requested "Foundational Skills" –
 1. Mathematics/Analytical Reasoning
 2. Written and Oral Communication
 3. Critical Thinking/Problem Solving

ENSURE STATE UNIVERSITY EXCELLENCE

Aspiration

- ★ Improve regional and national reputations of state universities.

Measures

- ★ Comparison to peers for each of the six state universities on established metrics
- ★ Private giving to universities
- ★ Total research dollars awarded, highlighting federal research dollars (as percent of total) and specific industry support secured
- ★ University Excellence Profile: select rankings, Composite Financial Index, and assessment of economic impact

BOARD GOALS 2016-2017

Approved by the Kansas Board of Regents



ATTAINMENT

- The Board will receive a proposal to attract Kansans with some college credit, but no degree, back to higher education to complete a credential, as well as the projected costs to implement the proposal.
- The Board will review its policy on credit hour requirements for baccalaureate degrees to determine if the policy meets best practices for promoting on-time completion.
- The Board will conduct a cost-benefit analysis of developing a common online application for state universities.

ALIGNMENT

- The Board will further the implementation of Credit for Prior Learning in Kansas by aligning with additional branches of the military with a focus on healthcare bridge programs.
- The Board will pilot an internship program with the Department of Commerce to better engage Kansas employers seeking qualified employees.

EXCELLENCE

- The Board will appoint a working group composed of state university representatives to examine ways to enhance innovation and gain greater administrative efficiency at the universities.
- The Board will receive a briefing on the state universities' fee structures and evaluate whether a different configuration should be considered.

OTHER

- The Board will continue preparing for campus concealed carry through the Governance Committee's review and approval of the university policies that implement Board policy and state law.
- The Board will receive from the Council of Presidents an update on the progress of the Title IX workgroup created by the Board at its May 2016 meeting.

BOARD ACADEMIC AFFAIRS STANDING COMMITTEE
FY 2017 AGENDA TOPICS

- BAASC 17-01 Review and Approve AY 2017-2019 Performance Agreements – **Completed**
- BAASC 17-02 Review and Approve AY 2015 Performance Reports
- BAASC 17-03 Review and Approve Distinguished Professor Comprehensive Performance Evaluation
- BAASC 17-04 Receive Adult Education Report
- BAASC 17-05 Receive Accreditation Report
- BAASC 17-06 Receive Concurrent Enrollment Report
- BAASC 17-07 Receive Program Review Report
- BAASC 17-08 Receive Transfer and Articulation Council Report
- BAASC 17-09 Receive Update on School of Dentistry Proposal – **Completed**
- BAASC 17-10 Receive Report on Program Articulation Agreements between Community/Technical Colleges and Universities

FISCAL AFFAIRS AND AUDIT STANDING COMMITTEE
FY 2017 AGENDA TOPICS

- FAA 17-01 Review and Adopt Committee Organization, Agenda, and Work Plan – **Completed**
- FAA 17-02 Finalize Higher Education Unified Appropriations Request for 2017 Legislative Session – **Completed**
- FAA 17-03 Staff Overview of FY 2017 KBOR Office Operating Budget – **Completed**
- FAA 17-04 Staff Overview of the Board’s Tuition Setting Process and Discuss Expectations – **Completed**
- FAA 17-05 Staff Overview of Board’s Capital Budgeting Process
- FAA 17-06 Receive Accountability Report on Major State Investments
- FAA 17-07 Receive Internal Audit Plans and Meet with State University Internal Auditors
- FAA 17-08 Review State Universities’ Annual Financial Reports, including Composite Financial Index and Current Year Spending to Budget
- FAA 17-09 Receive Debt Capacity Plans for Each of the State Universities and Assessment from KDFa of Universities’ Indebtedness
- FAA 17-10 Review and Approve Capital Improvement Requests and Five-year Capital Improvement Plans

GOVERNANCE COMMITTEE
FY 2017 AGENDA TOPICS

- GOV 17-01 Review Committee Charter and adopt agenda/schedule for the year – **Completed**
- GOV 17-02 Review Board Member COI disclosures and make recommendations to address any actual or perceived conflicts – **Completed**
- GOV 17-03 Consider full-Board discussion topics for the year – **Completed**
- GOV 17-04 Review and approve campus proposed concealed carry policies
- GOV 17-05 Receive university annual campus security reports
- GOV 17-06 Review CEO assessment process and track 360 survey progress
- GOV 17-07 Follow progress of newly created Title IX workgroup
- GOV 17-08 Receive update on WATC/WSU merger proposal
- GOV 17-09 Review proposed revisions to policies as they arise
- GOV 17-10 Review proposed regulation amendments as they arise
- GOV 17-11 Review new board member orientation process
- GOV 17-12 Recommend CEO monetary compensation for FY18

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MEETING INFORMATION AND SCHEDULE

Unless noted, all meetings take place at the Emporia State University Memorial Union at 1 Kellogg Circle, Emporia, Kansas, 66801 in the meeting room indicated. Addresses for offsite meetings can be obtained by contacting the Kansas Board of Regents office at 785-430-4240.

Wednesday, November 16, 2016

Time	Committee/Activity	Location
8:30 am - 9:15 am	System Council of Chief Academic Officers	Black and Gold/KSN
9:15 am or Adjournment	Council of Chief Academic Officers	Black and Gold/KSN
8:30 am - 10:10 am	Governance Committee	Preston Family Room
10:00 am - Noon	Council of Faculty Senate Presidents	Roe R Cross
10:00 am - Noon	Students' Advisory Committee	Greek Room
10:15 am - 11:50 am	Fiscal Affairs & Audit Standing Committee	Veterans Hall of Honor
10:30 am - 11:30 am	Council of Presidents	Preston Family Room
Noon - 1:15 pm	Lunch <i>Board of Regents & President Flanders</i>	Blue Key Room
Noon - 1:15 pm	Lunch <i>Council of Chief Academic Officers</i>	Black and Gold/KSN
1:30 pm	Board of Regents Meeting	Webb 2
5:00 pm - 5:45 pm	Meet and Greet with Students <i>Board of Regents and President Flanders</i>	Sauder Alumni Center- 1500 Highland Street
6:00 pm - 7:00 pm	Dinner with Students, Deans, and Senior Administrators <i>Board of Regents and President Flanders</i>	Sauder Alumni Center

MEETING AGENDA

The Kansas Board of Regents will meet in the Webb 2 room located in the Memorial Union at 1 Kellogg Circle, Emporia, Kansas, 66801.

Wednesday, November 16, 2016

- | | | | |
|---|--|---------------------------------|-------|
| I. Call To Order | | Regent Newton, Chair | |
| A. <i>Approve Minutes</i> | | | |
| October 19, 2016 Meeting | | | p. 5 |
|
II. Introductions and Reports | | | |
| A. <i>Introductions</i> | | | |
| B. <i>Report from the Chair</i> | | Regent Newton, Chair | |
| C. <i>Report from the President & CEO</i> | | Blake Flanders, President & CEO | |
| D. <i>Report from System Council of Presidents</i> | | President Krull | |
| E. <i>Report from Council of Presidents</i> | | Chancellor Gray-Little | |
| F. <i>Report from Council of Faculty Senate Presidents</i> | | Pam Keller | |
| G. <i>Report from Students' Advisory Committee</i> | | Stephonn Alcorn | |
|
III. Standing Committee Reports | | | |
| A. <i>Academic Affairs</i> | | Regent Van Etten | |
| B. <i>Fiscal Affairs & Audit</i> | | Regent Bain | |
| C. <i>Governance</i> | | Regent Feuerborn | |
|
IV. Approval of Consent Agenda | | | |
| A. <i>Academic Affairs</i> | | | |
| 1. Act on Request for Approval for Degree and Certificate Programs for Wichita Area Technical College | Scott Smathers,
VP, Workforce Development | | p. 14 |
|
V. Consideration of Discussion Agenda | | | |
| A. <i>Presentation</i> | | | |
| 1. Receive Update on Emporia State University's Campus Master Plan and Now & Forever Campaign | President Garrett | | p. 17 |
| B. <i>Fiscal Affairs & Audit</i> | | Regent Bain | |
| 1. Receive FY 2018 Housing and Food Service Rate Adjustment Proposals Submitted by State Universities (First Reading) | Elaine Frisbie
VP, Finance & Administration | | p. 18 |
| 2. Act on Tuition Proposal for Kansas City, Missouri Metropolitan Area Students to Pay Resident Tuition Rate – WSU | President Bardo | | p. 47 |

C. *Other Matters*

- | | | |
|--|---|-------|
| 1. Appoint Member to the Johnson County Education Research Triangle Authority | Blake Flanders,
President and CEO | p. 57 |
| 2. Receive Report from Kansas Postsecondary Technical Education Authority and Appoint Two Members to the Authority | Scott Smathers,
VP, Workforce Development | p. 59 |
| 3. Act on Non-Budgetary Legislative Proposals | Matt Casey,
Director, Government Relations | p. 61 |
| 4. Receive Additional Non-Budgetary Legislative Proposals (First Read) | | p. 69 |
| 5. Receive First Read on Wichita Area Technical College and Wichita State University Merger Proposal | President Bardo &
President Utash | p. 70 |
| 6. Appoint Chair to the University of Kansas Chancellor Search Committee and Approve Hiring a Search Firm | Regent Newton | p. 79 |

VI. Executive Session

Board of Regents – Personnel Matter Relating to Non-Elected Personnel - *Greek Room*

VII. Adjournment

MINUTES OF PREVIOUS MEETING(S)

I. Call To Order

Regent Newton, Chair

A. Approve Minutes

KANSAS BOARD OF REGENTS

MINUTES

October 19, 2016

The October 19, 2016, meeting of the Kansas Board of Regents was called to order by Chair Zoe Newton at 1:30 p.m. The meeting was held in the Fort Hays State University Ballroom located in the Memorial Union, 700 College Drive, Hays. Proper notice was given according to law.

MEMBERS PRESENT:	Zoe Newton, Chair
	Dave Murfin, Vice Chair
	Joe Bain
	Shane Bangerter
	Ann Brandau-Murguia
	Bill Feuerborn
	Dennis Mullin
	Daniel Thomas
	Helen Van Etten

WELCOME

Chair Newton thanked Fort Hays State University for hosting the Board meeting this month.

APPROVAL OF MINUTES

Regent Feuerborn moved that the minutes of the September 14, 2016 regular meeting and the September 30, 2016 special meeting be approved. Following the second of Regent Van Etten, the motion carried.

INTRODUCTIONS

President Martin welcomed everyone to Fort Hays State University.

GENERAL REPORTS

REPORT FROM CHAIR

Chair Newton gave a brief update on the University of Kansas Chancellor Search. She noted the RFP for search firms has been issued and the next steps for the Board will be to select and contract with a search firm, name a chair to the search committee, finalize membership to the search committee, and approve a search committee charge. The Board anticipates completing these tasks by the end of the calendar year. Chair Newton reported she and President Flanders have been traveling around the state meeting with community and technical college presidents. She thanked the presidents for hosting them. Additionally, Chair Newton reported that for the second year in a row Governor Brownback has signed a proclamation declaring October "Apply Kansas: College Application Month." This year twenty-six Kansas high schools hosted events to help students successfully apply to college.

REPORT FROM PRESIDENT AND CEO

President Flanders reported the Kansas State University Presidential Search is continuing to make progress. He thanked Regent Mullin for all the time he has dedicated to the process.

REPORT FROM SYSTEM COUNCIL OF PRESIDENTS

President Krull presented the System Council of Presidents' report. The Council received a report from the System Council of Chief Academic Officers regarding the progress of transfer and articulation, credit by examination, credit for prior learning, and program articulation. The Academic Officers noted Board staff will be compiling an inventory of all the program articulation agreements that are currently in place. Additionally, the System Council of Presidents discussed simplifying the performance agreements by aligning them with attainment goals and other institutional performance indicators. The Council will create a working group to recommend ways to streamline the performance agreement process.

REPORT FROM COUNCIL OF PRESIDENTS

Chancellor Gray-Little announced that this year's winner of the Nobel Peace Prize, Juan Manuel Santos, is a University of Kansas graduate. The Chancellor then presented the Council of Presidents' report. The CEOs received a report from the Council of Chief Academic Officers on program requests. The Council of Presidents approved Kansas State University's Doctorate of Philosophy in Leadership Communication. This program will be forwarded to the Board for consideration next month. The Council of Business Officers gave an update on the graduate student health insurance premium subsidy and the health insurance issues regarding the J1 and J2 visa holders. The U.S. Department of State sets the health insurance requirements for these visa holders and one requirement is that their deductible cannot exceed \$500. The State of Kansas deductible for Plan A was increased to \$1,000 for next year, which means the state health insurance plan will no longer meet the U.S. Department of State's standards for these individuals. The universities are working to address this issue. The Government Relations Officers reported higher education day at the Capitol will be held on January 19, 2017, and the University Support Staff reported on ways to increase staff morale on the campuses.

REPORT FROM COUNCIL OF FACULTY SENATE PRESIDENTS

The report for the Council of Faculty Senate Presidents was presented by Pam Keller. The Council discussed the implementation of the Credit by Examination policy. The faculty senate presidents have shared the policy with the department chairs at the universities. The next step is to have the chairs determine if their discipline wants to establish higher AP and CLEP scores than what is recommended. If a discipline does want a higher score, those department chairs will need to establish a systemwide AP and CLEP score for that specific discipline. Ms. Keller stated that the information collected so far indicates most disciplines are satisfied with an AP exam score of 3 and the minimum CLEP scores. Additionally, the Council received updates on each university's concealed carry policies.

REPORT FROM STUDENTS' ADVISORY COMMITTEE

Stephonn Alcorn presented the Students' Advisory Committee report. The Committee discussed the different campus concealed carry policies. The Committee believes there is a lot of misinformation on the campuses about the concealed carry law and thinks more communication is needed on the law and policies to better educate the student body. The students discussed the graduate student health insurance issue and expressed their appreciation for the work being done to solve the issue. Additionally, the Committee voted to support the Board's legislative resolution regarding *Foresight 2020*.

STANDING COMMITTEE AND OTHER REPORTS**ACADEMIC AFFAIRS**

Regent Van Etten reported that the Board Academic Affairs Standing Committee conducted a conference call meeting on October 4. The Committee approved forwarding all the academic agenda items to the full Board for consideration and reviewed 14 performance agreements.

FISCAL AFFAIRS AND AUDIT

Regent Bain presented the Board Fiscal Affairs and Audit Standing Committee report. The Committee discussed Wichita State University's request to offer in-state tuition to residents of the nine Kansas City metropolitan area

counties in Missouri. The Committee supports this request and forwarded it to the Board for consideration at the November meeting. Board staff reviewed the proposed amendments to the facility policies. These amendments will be brought back to the Committee in November for further review. The Committee discussed the forms the universities submit for the tuition proposals and decided to start discussions on the universities' mandatory cost increases at the February meeting. The Committee received information on Year-Round Pell. Additionally, Board staff reviewed the Board Office FY 2017 operating budget and the Committee approved all the fiscal items on the Board's agenda.

GOVERNANCE

Regent Feuerborn presented the Governance Committee report. The Committee approved forwarding to the Board the proposed Credit by Examination policy. The Committee reviewed the concealed carry policies of Emporia State University, Fort Hays State University, and Kansas State University. Regent Feuerborn reported after all six university policies have been reviewed by the Committee, the policies will be forwarded to the Board for consideration.

APPROVAL OF CONSENT AGENDA

Regent Bangerter moved, with the second of Regent Van Etten, that the Consent Agenda be approved. The motion carried.

Academic Affairs

NEW CERTIFICATE OF APPROVAL WITH DEGREE GRANTING AUTHORITY FOR TRIDENT UNIVERSITY INTERNATIONAL

Trident University International received approval to be issued a Certificate of Approval to operate in Kansas with degree granting authority. The following degrees will be delivered online by Trident University International:

- Bachelor of Science in Business Administration
- Bachelor of Science in Health Sciences
- Master of Arts in Education
- Master of Business Administration
- Master of Science in Information Technology Management
- Doctor of Educational Leadership

CONSIDERATION OF DISCUSSION AGENDA

Academic Affairs

NAMING OF AN ACADEMIC UNIT

President Martin requested approval to name the College of Science, Technology and Mathematics in honor of Peter and Pamela Werth who are longtime supporters of the University. Regent Mullin moved to approve, and Regent Van Etten seconded. The motion carried. The College will be named the Peter and Pamela Werth College of Science, Technology and Mathematics.

Fiscal Affairs and Audit

LEASE AGREEMENT WITH PRIVATE DEVELOPER – PSU

Vice President Frisbie and Shawn Naccarato, Pittsburg State University's Executive Director of the Center for Innovation and Business Development, presented Pittsburg State University's lease agreement with a private developer, The Vecino Group, for its Block 22 project. The lease is for the use of four historic properties in

downtown Pittsburg. These properties will be renovated and developed into a living-learning environment. Part of the space will be dedicated to student housing and other parts will be dedicated as innovation spaces, which will be used by both students and local entrepreneurs. The total cost of the project is estimated at \$18,000,000, which will be financed by The Vecino Group. The project will benefit from several classes of tax credits and a grant from the City of Pittsburg. Pittsburg State University will be responsible for the lease payments. The University will also operate and manage the properties through the 20-year lease and will have the option to take possession of the facilities at the end of the lease term. Vice President Frisbie noted that the lease will need to be reviewed and approved by the Kansas Department of Administration before it is finalized.

Regent Bangerter asked about the University's liability and the estimated revenue needed to support the project. Vice President Frisbie stated the facilities that are being leased are not located on state property, which makes this project different from some of the other state university projects that have been presented to the Board. PSU will be liable for only the 20-year lease payments. Mr. Naccarato stated the housing revenues and revenues generated by the economic development units will fund the lease payments. It is estimated that the occupancy level needs to be approximately 75% to meet cash flow needs. He also noted that PSU has been communicating with members of the Legislature and the Kansas Department of Administration throughout this process. Regent Bain moved to approve the lease as presented on the condition that the Kansas Department of Administration also approves the lease. Regent Murguia seconded, and the motion carried.

TRANSFER OF PROPERTY FROM PITTSBURG STATE UNIVERSITY FOUNDATION, INC. TO PITTSBURG STATE UNIVERSITY

Vice President Frisbie presented Pittsburg State University's request to authorize the transfer of property from the Pittsburg State University Foundation to the University. The two tracts, known as the O'Malley Prairies, are approximately 12 acres and will be used to support the educational and research objectives of the Biology Department. Regent Murguia moved to approve, and Regent Bain seconded. The motion carried. The following property will be transferred:

Tract No. 1:

That part of the Northeast Quarter of the Northeast Quarter (NE/4, NE/4) of Section Seventeen, Township Thirty-one South, Range Twenty-four East of the Sixth Principal Meridian (17-31-24), Crawford County, Kansas. Beginning at the Northeast corner (NE c) of the said Northeast Quarter (NE/4) of said Section Seventeen (17); thence West Seven Hundred (700) feet; thence South Three Hundred Fifty (350) feet; thence East Seven Hundred (700) feet; thence North Three Hundred Fifty (350) feet to the point of beginning.

Tract No. 2:

That part of the Northwest Quarter of the Northwest Quarter (NW/4, NW/4) of Section Sixteen, Township Thirty-one South, Range Twenty-Four East of the Sixth Principal Meridian (16-31-24), Crawford County, Kansas, lying North and West of the Right-of-Way line of the Missouri Pacific Railway Company.

ANNUAL BUDGET FOR WSU MILL LEVY

Vice President Frisbie presented the FY 2017 mill levy budget proposed by the WSU Board of Trustees. The property tax revenues are estimated at \$7.9 million, and the Trustees are proposing expenditures totaling \$7,861,901 for FY 2017. Regent Murguia moved to approve, and Regent Thomas seconded. The motion carried. The budget is as follows:

**Wichita State University
City of Wichita/Sedgwick County Mill Levy Budget
Fiscal Year 2017 Budget**

	<u>FY 2016</u>	<u>FY 2017</u>	<u>Amount</u>
	<u>Budget</u>	<u>Budget</u>	<u>Change</u>
<u>Revenues</u>			
Revenue	\$7,442,549	\$7,561,901	\$ 119,352
Contingent Revenue	300,000	300,000	0
Transfer in from Engineering Expansion Grant of Wichita State Innovation Alliance	1,503,728	0	(1,503,728)
Total Revenues	\$9,246,277	\$7,861,901	(\$1,384,376)
<u>Expenditures</u>			
Capital Improvements			
Debt Service (Series 2013-1 Refunding)	\$1,510,500	\$1,512,000	\$1,500
Debt Service (Series 2014-3)	1,898,912	0	(1,898,912)
National Center for Aviation Training Support	800,000	800,000	0
WSU Innovation Campus	0	513,036	513,096
Building Insurance	20,396	20,396	0
Total Capital Improvements	\$4,229,808	\$2,845,432	(\$1,384,376)
Student Support			
WSU Merit Scholarship Program	\$3,796,333	\$3,796,333	\$0
Graduate Urban Assistantships	50,557	50,557	0
Graduate Research Assistantships	214,156	214,156	0
Graduate Fellowships	152,423	152,423	0
Total Student Support	\$4,213,469	\$4,213,469	\$0
Economic and Community Development			
Interns-City/County	\$136,000	\$136,000	\$0
Business and Economic Research	150,000	150,000	0
City Government Services	80,000	80,000	0
County Government Services	80,000	80,000	0
Total Economic and Community Development	\$446,000	\$446,000	\$0
University Research and Support Services			
Organization and Development	\$57,000	\$57,000	\$0
Total University Research and Support Services	\$57,000	\$57,000	\$0
Contingency			
Contingency	\$300,000	\$300,000	\$0
Total Contingency	\$300,000	\$300,000	\$0
Total Expenditures	\$9,246,277	\$7,861,901	(\$1,384,376)

BREAK

The Chair called for a 15 minute break at 2:45 p.m. and resumed the meeting at 3:00 p.m.

PROGRESS REPORT ON WICHITA STATE UNIVERSITY'S CONTRACTUAL MARKET-BASED EDUCATION TUITION

President Bardo gave a progress report on Wichita State University's Contractual Market-Based Education tuition that the Board approved at the October 2015 meeting. President Bardo stated WSU developed online badges (courses one credit hour or less) that are designed for working, non-degree seeking professionals who are seeking a recognized credential to advance in their career and face-to-face short courses that are designed for non-degree seeking professionals working for an organization. Currently, WSU offers nine badges (courses) at a \$100 per class and twenty-five short courses at \$70 per .5 credit hours. The courses have generated \$55,946 in net revenue for the University.

BOND RESOLUTION FOR PARKING GARAGE PROJECT – WSU

General Counsel Julene Miller introduced a bond resolution to finance the parking garage project on Wichita State University's campus. The resolution would authorize the issuance of revenue bonds in a total aggregate amount not to exceed \$7,200,000 plus costs. The bonds will be secured with a pledge of generally available unencumbered funds of the University and debt service will be paid from Parking System Revenue Funds. General Counsel Miller noted it is estimated that use of a general pledge for this project will result in approximately \$80,000 savings over the life of the indebtedness. Regent Mullin moved to approve and authorize the Chair and the President and CEO to execute the resolution and various other documents relating to the security and payment of such bonds. Regent Bain seconded, and the motion carried.

(Resolution filed with Official Minutes)

GovernanceCHANGES TO CEO ASSESSMENT TOOL AND PROCESS

General Counsel Miller introduced proposed changes to the Board's CEO assessment tool and process. The current tool was developed in 2011 by a Regent-led subcommittee. It has been used for the campus 360 surveys and the Board's annual evaluation of each CEO. Last year, the Governance Committee asked staff to review the tool and make recommendations on how to streamline the process. General Counsel Miller presented an updated tool that adjusts the number of questions and how those questions are asked, moves the "Progress Toward Kansas Board of Regents Strategic Plan, *Foresight 2020*" section forward in the tool, and limits the number approved CEO goals to six. Additional recommendations to streamline the process include directing the CEOs to limit the number of pages in the CEO self-evaluation to ten that will include an executive summary and change the timing of the Board assessments by conducting them in the months of March, April and May instead of April, May and June.

General Counsel Miller noted this year the Board will be conducting a 360 survey on the Fort Hays State University campus. The last 360 surveys were conducted in 2015 on four of the other university campuses. At that time, the Board decided not to conduct a survey on the Fort Hays campus because President Martin was new to her position.

Regent Thomas moved to approve the changes to the CEO assessment tool and process. Regent Feuerborn seconded, and the motion carried.

(CEO Assessment Tool filed with Official Minutes)

AMENDMENTS TO THE COUNCIL OF GOVERNMENT RELATIONS OFFICERS POLICY AND THE INTERACTION WITH LEGISLATURE, COURTS, AND OTHER STATE AGENCIES POLICY

Matt Casey, Director of Government Relations, presented proposed amendments to the Council of Government Relations Officers policy and the Interaction with Legislative, Court, and Other State Agencies policy. The proposed amendments clarify the process for bringing non-budgetary legislative items to the Board and specify when the Council of Government Relations Officers meet. Regent Bain moved to approve, and Regent Feuerborn seconded. The motion carried. The following policy amendments were adopted:

CHAPTER I: BOARD OF REGENTS MEMBERS, OPERATIONS AND STAFF

A. BOARD MEMBERS AND BOARD OPERATIONS

4. COUNCILS AND COMMITTEES

...

e. Council of Government Relations Officers

i. The Council of Government Relations Officers, established in 2011, consists of the director of government relations ~~and communications~~ for the Board and the government relations officer (i.e. legislative liaison) of each state university. The Council reports to both the Council of Presidents and the Board President and Chief Executive Officer. Two members of the Council will serve as co-chairpersons: One shall be from the same institution as the chair of the Council of Presidents, and the other shall be the director of government relations ~~and communications~~ for the Board.

ii. The Council of Government Relations Officers' official function is to advise the Council of Presidents and the Board President and Chief Executive Officer, as well as the Board, on matters relating to pending or proposed legislation and on matters related to government relations generally. The Council meets monthly during the months ~~the Legislature is not in session, September through June with an annual retreat~~, and on a weekly or as-needed basis during the legislative session.

CHAPTER II: GOVERNANCE – STATE UNIVERSITIES

F. OTHER

1. INTERACTION WITH LEGISLATURE, COURTS, AND OTHER STATE AGENCIES

a Legislative Appearances and Committee Hearings

State university employees should make every effort to accommodate legislative committee requests to provide expert testimony on proposed legislation. The university shall notify the Board President and Chief Executive Officer of the invitation.

b Legislative Requests and Proposed Legislation (Also see FISCAL MANAGEMENT AND BUSINESS ADMINISTRATION)

i All requests for funds, programs, changes in legislation and new legislation affecting the Board and system institutions shall be submitted to the Board for consideration no later than the November meeting of the Board. Emergency situations may warrant special exceptions, but to the extent possible, no request for legislation during the ongoing legislative session shall be submitted after the March meeting of the Board. Non-budgetary legislative items

shall be submitted by the government relations officer of the institution to the Board's director of government relations and shall contain actual bill language when possible. Requests for funds, programs, changes in legislation and new legislation that are approved by the Board shall be included in the Board's annual legislative proposals. Requests that are not approved by the Board shall not be submitted to the Legislature for introduction.

- ii Once approval has been granted, all institutions are authorized to work for these requests and each institution is expected to support the entire request. Conversely, all institutions are prohibited from requesting or working for additional legislation or funds.
 - iii When legislation having an effect on the operation of the higher education system, proposed by someone or some group other than the Board, is brought to the Board's attention, it shall be the responsibility of the Board to make a decision as to whether the position of the system is that of support, non-support, or opposition.
- c Legislative Post Audit Reports
- i Each state university, upon receiving notification from the Legislative Division of Post Audit that a performance or financial audit of the university is to be conducted, shall forward such notification to the Board President and Chief Executive Officer. Each state university shall submit a written report to the Board, in accordance with the schedule maintained on the Board of Regents' website, detailing progress during the preceding calendar year toward implementation of accepted Post Audit recommendations. This report shall be made on an annual basis until all accepted recommendations have been fully implemented.
 - ii Discussion of pending or anticipated Legislative Post Audits shall be a standing item on the Board's Fiscal Affairs and Audit Committee agenda.
- d Information Requests from Other State Agencies
- i Systemwide Requests: Requests directed to state universities for systemwide information from other state agencies or other branches of state government shall be transmitted through the Board office. State universities receiving requests directly from other state agencies or branches of state government shall advise the requesting party of this policy and advise the Board office of the request. When time is not sufficient to allow transmission of responses through the Board office, responses may be submitted directly to the requesting party with copies to the Board office.
 - ii University-Specific Requests: Responses to requests received by a state university for information related specifically to that university may be sent directly to the requesting party, with a copy to the Board office.

Other Matters

NON-BUDGETARY LEGISLATIVE PROPOSALS (FIRST READ)

Matt Casey, Director of Government Relations, presented the first read of the following non-budgetary legislative items:

- 1) Foresight 2020 Strategic Plan Concurrent Resolution
- 2) Proposed Private and Out-of-State Postsecondary fee statute amendment
- 3) Authority to sell multiple properties – KSU

- 4) Wichita State University property exchange with Kansas Gas and Electric Company (KG&E), a wholly-owned subsidiary of Westar Energy, Inc.

He noted the Wichita Area Technical College and Wichita State University merger language is still being finalized and will be brought to the Board for first read in November.

ADJOURNMENT

Chair Newton adjourned the meeting at 3:20 p.m.

Blake Flanders, President and CEO

Zoe F. Newton, Chair

REPORTS AND CONSENT AGENDA

II. Introductions and Reports

- A. *Introductions*
- B. *Report from the Chair* Regent Newton, Chair
- C. *Report from the President & CEO* Blake Flanders, President & CEO
- D. *Report from System Council of Presidents* President Krull
- E. *Report from Council of Presidents* Chancellor Gray-Little
- F. *Report from Council of Faculty Senate Presidents* Pam Keller
- G. *Report from Students' Advisory Committee* Stephonn Alcorn

III. Standing Committee Reports

- A. *Academic Affairs* Regent Van Etten
- B. *Fiscal Affairs & Audit* Regent Bain
- C. *Governance* Regent Feuerborn

IV. Approval of Consent Agenda

- A. *Academic Affairs*
 - 1. **Act on Request for Approval for Degree and Certificate Programs for Wichita Area Technical College** **Scott Smathers,
VP, Workforce Development**

Summary

Each month community colleges and technical colleges submit requests for the approval of new certificate and degree programs. The Board office received a request from Wichita Area Technical College to offer an Associate of Applied Science degree in Computer Support Specialist. The program addressed all criteria requested and was subject to the 14 day comment period required by policy. The program was reviewed by the Technical Education Authority and is recommended for approval.

Background

Community colleges and technical colleges submit requests for new certificate and degree programs each month utilizing forms approved by staff. Criteria addressed during the application process include, but are not limited to, the following:

- Student and employer demand for the program
- Current and projected job openings and anticipated wages
- Level of program duplication across institutions, based on Classification of Instructional Program (CIP) code, and any efforts to collaborate to provide the needed program
- Rationale for why collaboration is not a viable option and/or need for a duplicative program
- Program description and designation of required and elective courses
- Measurable program outcomes and course competencies
- Process and frequency for review of program content, level of program success, and process for addressing any areas of concern
- Any specialized accreditation required and/or available for the proposed program
- Faculty qualifications and proposed student to faculty ratio
- Description of facilities and equipment needed and available

Projected program costs and designation of adequate resources
Membership of a steering/advisory committee for the program
Approval by institutional academic committee and local governing board

Description of Proposed Program:

Wichita Area Technical College requests approval for the following program:

Computer Support Specialist (11.1006) – Associate of Applied Science degree/62 credit hours, Technical Certificate B/41 credit hours, Technical Certificate A/16 credit hours

The proposed Computer Support Specialist program prepares individuals to provide technical assistance, support, and advice to computer users to help troubleshoot software and hardware problems. The proposed program includes instruction in information systems, networking, operating systems, computer hardware, the Internet, software applications, and help desk concepts, as well as written and verbal communication skills, team management, project management, customer service and problem solving skills. Upon completion of the program, the student will acquire the following credentials: CompTIA A+, CompTIA Network+, CompTIA Security+, CompTIA Server+, CompTIA Linux+, and SNIA’s SCSP Storage Professional.

Wichita Area Technical College examined enrollment trends of their IT Essentials program, which consists of similar courses required for the aligned Computer Support Specialist program. The IT Essential program began in the spring of 2014 with ten students enrolled. As of the spring of 2016, enrollment had grown to 72 students. To gauge future student interest, Wichita Area Technical College’s Office of Institutional Research conducted a survey of area high school students to determine continued student interest. Of the 198 responses received, 18 indicated a specific interest in Computer Support Specialist or an IT-related program.

The U.S. Bureau of Labor Statistics’ Occupational Outlook Handbook indicates a national growth rate for Computer Support Specialist of 12% from 2014-2024 with a median annual wage of \$51,470, or about \$24.75 per hour. The Kansas Department of Labor, Long-term Occupation Projections 2012-2022 indicate a state-wide growth rate of 22.63%, which equates to roughly 1,300 jobs, with a median annual wage of \$43,820 or about \$21.06 per hour.

Currently, five institutions (Highland Community College, Hutchinson Community College, Johnson County Community College, Kansas City Kansas Community College, and Neosho County Community College) offer a Computer Support Specialist program. The Computer Support Specialist program was aligned in October of 2014; institutions began moving to the aligned CIP code during the 2015-2016 academic year. K-TIP data will not be available until the 2015 K-TIP report is published.

Letters of support for this program were received from the following sources:

Rodney Horton, Vice President of Alexander Open Systems – serve as an industry advocate for the program.
Jason Mock, Vice President of High Touch Technologies – serve as an industry advocate for the program.
Matt Forney, Director of Research and Technology for Ennovar - serve as an industry advocate for the program.

Wichita Area Technical College did not pursue partnership with existing Computer Support Specialist programs due to geographical distance between programs, and local business and industry demand for the program.

Wichita Area Technical College did pursue a consortium agreement with Butler Community College and Pratt Community College to extend opportunities for students in IT programs. WATC states the consortium agreement with Butler Community College’s Cyber Security and Internetworking Management program exists; however, the proposed program has a different scope of study and prepares students for different occupations. WATC states

the consortium agreement with Pratt Community College's Information Network Technology program was not fulfilled due to Pratt's decision to not offer the program.

WATC plans to begin the Computer Support Specialist program in January of 2017. The College estimates the initial cost to deliver the proposed program is approximately \$11,800 (\$4,650 salaries, \$2,750 equipment required for the program, \$4,300 tools and/or supplies, \$100 instructional supplies and materials). The existing IT Essential program director will assume responsibility for full-time instruction and direction of the program. A part-time adjunct instructor will be hired. Existing space at the Grove campus (301 S Grove, Wichita, KS 67210) will be utilized. The entire cost to implement the proposed program will be funded by institutional funds.

The proposed program was subject to the 14-day comment period from September 19, 2016 to October 6, 2016 during which no comments were received.

Recommendation

The new program request submitted by Wichita Area Technical College for an Associate of Applied Science degree (62 credit hours), Technical Certificate B (44 credit hours), and a Technical Certificate A (16 credit hours) in Computer Support Specialist was reviewed by the Technical Education Authority and is recommended for approval.

DISCUSSION AGENDA

V. Consideration of Discussion Agenda

A. Presentation

1. **Receive Update on Emporia State University's Campus Master Plan and Now & Forever Campaign** **President Garrett**

Summary

Emporia State's campus master plan was approved by the Board in 2014. Progress toward many of the goals has been made, including the renovation of classrooms and laboratories, as well as the development of new and enhanced learning commons areas throughout campus and landscaping improvements. Recent achievements also include new turf on the football field and resurfacing of the track. Next steps under the campus master plan include continued renovations and addressing campus housing.

Emporia State's largest-ever comprehensive fundraising campaign, "Now and Forever," began in 2012 with a goal of \$45 million. The campaign target has been exceeded and the current campaign will conclude on December 31.

B. Fiscal Affairs & Audit

1. Receive FY 2018 Housing and Food Service Rate Adjustment Proposals Submitted by State Universities (First Reading)

Regent Bain
 Elaine Frisbie
 VP, Finance & Administration

Background

According to Board policy (Ch.II,D.1c.(i)(1), the state universities submit housing and food service rates to the Board for first reading in November, with final action taken by the Board in December. Accordingly, all six universities submitted proposals which, if approved, will take effect July 1, 2017 at KU, KSU and WSU and fall semester 2017 at ESU, FHSU and PSU for the academic year 2017-2018.

Housing and food service operations are auxiliary enterprises; therefore, user fees must cover the total cost of operation. The six universities have different housing and food service rate structures that account for different circumstances, such as the amount of outstanding bonded indebtedness, occupancy rates, age of facilities, and economies of scale related to the capacity of the housing and food service operation. In order to illustrate the level of the proposed rate increases for each university, the following table compares the current and proposed annual (two semester) rate at each institution for a typical double occupancy room and board contract. Please note that in several cases, such as with WSU, KSU and KU, the structure of the dining plans has changed, making a direct comparison to prior years less relevant.

	Current “Typical” Rate AY 2015-2016	Current “Typical” Rate AY 2016-2017	Proposed “Typical” Rate AY 2017-2018	\$ Increase AY 2017 over AY 2018	% Increase AY 2017 over AY 2018
WSU	\$10,572	\$10,884	\$11,150	\$266	2.4%
PSU	\$7,372	\$7,572	\$7,700	\$128	1.7%
KSU	\$8,230	\$8,520	\$8,730	\$210	2.5%
KU	\$9,324	\$9,586	\$10,060	\$474	4.9%
ESU	\$7,383	\$7,768	\$8,026	\$258	3.3%
FHSU	\$7,477	\$7,669	\$7,853	\$184	2.4%

- WSU – Housing Facility Plan, 2 Shared Bed/1 Bath plus Platinum Unlimited Access with \$300 Shocker Dollars
- PSU – Residence Halls, Double Room plus Unlimited Meal Plan
- KSU – Residence Halls (e.g., Boyd), Double Room plus 14 Meal Plan
- KU – Renovated Residence Halls Double Room, plus 14 Meal Dining Plan
- ESU – Morse Double Room Rate plus 14 Block Meal Plan
- FHSU – Residence Hall Double Room Rate plus Open Access Meal Plan

Each university describes in their respective documentation the business case for the various proposed increases. Furthermore, each state university provides summary financial information for its housing system. Generally, the proposed increases are driven by anticipated inflationary costs and facility maintenance and enhancements. Each university indicates the proposed increases were reviewed by the appropriate campus groups with student representation.

The College Board’s “Trends in College Pricing” reports on the prices charged by colleges and universities in 2016-2017, how prices have changed over time, and how they vary within and across types of institutions, states, and regions. The report includes a calculation of average room and board charges weighted by the number of undergraduates living in college housing. The average room and board charge for four-year, public institutions in the Midwest is \$9,550 this year. The average Midwest room and board charge for AY 2016-2017 increased 4.0% over the prior year. States included in the Midwest region are: Iowa, Illinois, Indiana, Kansas, Michigan, Minnesota, Missouri, Nebraska, North Dakota, Ohio, South Dakota, Wisconsin, and West Virginia. The national

average room and board for four-year, public institutions is \$10,440 for AY 2016-2017, a 10.4 percent increase over the prior year. The report can be found at <http://trends.collegeboard.org/college-pricing>.

**Wichita State University
Proposed Housing and Board Rates for Fiscal Year 2018
Academic Year 2017-2018**

Proposed Fiscal Year 2018 Residential Board Options
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Meal Plan by Type	FY 2017 Rate	Proposed FY 2018 Rate	Percent Increase
<u>Academic Year 2017-2018</u>			
Unlimited Access	\$3,940	\$4,060	3.05%
Premium Unlimited Access with \$150 Shocker Dollars	\$4,240	\$4,360	2.83%
Platinum Unlimited Access with \$300 Shocker Dollars	\$4,540	\$4,680	3.08%
Fairmount Towers Shocker Dollars plans See Notes Below			
<u>Summer Meal Plan Term Prices 2018</u>			
19 Meals per week with \$50 Shocker Dollars	\$1,144.71	\$1,179.05	3.00%
\$725 Shocker Dollars	\$ 725.00	\$ 725.00	0.00%

Notes to Meal Plans

Note 1 – Fairmount Towers residents can purchase any of the unlimited meal plans as well as Shocker Dollar only plans in the amount of \$500, \$750 or \$1,000.

Note 2 – Residents may purchase additional Shocker Dollars at face value at any time.

Note 3 – Meal plans listed above are what are offered by our current dining provider; however, WSU is currently out to bid for a new food service provider contract. Contractors have been instructed that meal plan prices cannot exceed the amount listed above.

Fairmount Towers Proposed Fiscal Year 2018 Room Options			
Plan Type	FY 2017 Per Person Occupancy Rate	Proposed FY 2018 Per Person Occupancy Rate	Percent Increase
Double Room with Premium Unlimited Access with \$150 Shocker Dollars	\$8,734	\$8,740	0.001%
<u>Academic Year 2017-2018</u>			
Double Room	\$4,494	\$4,380	-2.54%
Single Room	\$5,804	\$5,900	1.65%
<u>Summer Session 2018*</u>			
Double Room	\$132.18**	\$128.82	-2.54%
Single Room	\$170.71**	\$173.53	1.65%
* Rates per Room Type vary by session (which are 2, 4 and 8 weeks) and are thus listed at a weekly rate.			
**Price reflects the true cost based on the adjusted calculation of the per day rates			

**Shocker Hall
Proposed Fiscal Year 2018 Room Options**

Unit Type Style	FY 2017 Per Person Occupancy Rate	Proposed FY 2018 Per Person Occupancy Rate	Percent Increase
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Standard Plan for Shocker Hall			
2 shared bedroom suite/1 bath with Premium Unlimited Access with \$150 Shocker Dollars	\$10,584	\$10,830	2.32%

Academic Year 2017-2018			
1 private bedroom/1 bath	\$8,316	\$8,650	4.02%
2 private bedroom suite/1 bath	\$7,426	\$7,730	4.09%
4 private bedroom suite/2 bath	\$7,050	\$7,330	3.97%
4 private bedroom suite/1 bath	\$6,950	\$7,230	4.03%
2 private bedroom suite/1 bath (hyb 4-bed suite)	\$7,050	\$7,230	2.55%
3 private bedroom suite/1 bath (room B)	\$6,912	\$7,230	4.60%
3 private bedroom suite/1bath (rooms A & C)	\$6,950	\$7,230	4.03%
2 shared bedroom suite/1 bath	\$6,344	\$6,470	1.99%
1 shared bedroom/1 bath (hyb- 4 bed suite)	\$6,814	\$6,450	-5.34%
1 shared bedroom/1 bath*	----	\$6,470	----
*New Room Type for FY 2018			

Summer Session: Weekly Rate 2018*			
1 private bedroom/1 bath	\$244.58**	\$254.41	4.02%
2 private bedroom suite/1 bath	\$218.42**	\$227.35	4.09%
4 private bedroom suite/2 bath	\$207.36**	\$215.59	3.97%
4 private bedroom suite/1 bath	\$204.41**	\$212.65	4.03%
2 private bedroom suite/1 bath (hyb 4-bed suite)	\$207.36**	\$212.65	2.55%
3 private bedroom suite/1 bath (room B)	\$203.30**	\$212.65	4.60%
3 private bedroom suite/1bath (rooms A & C)	\$198.75**	\$206.76	4.74%
2 shared bedroom suite/1 bath	\$186.58**	\$190.29	1.99%
1 shared bedroom/1 bath (hyb- 4 bed suite)	\$201.03**	\$190.29	-5.34%
1 shared bedroom/1 bath	----	\$190.29	----
* Rates per Room Type vary by session (which are 2, 4 and 8 weeks) and are thus listed at a weekly rate.			
**Price reflects the true cost based on the adjusted calculation of the per day rates			

Other Housing Fees Proposed Fiscal Year 2018			
Fee Description	FY 2017 Rate	Proposed FY 2018 Rate	Percent Increase
Non-refundable Application Fee	\$ 75.00	\$ 75.00	0.00%
Late Payment Fee *	\$100.00	\$100.00	0.00%
Contract Prepayment – Fairmount & Shocker Hall	\$200.00	\$200.00	0.00%
Living Learning Community Activity Fee	----	\$ 25.00	----
Additional Dates Outside Contract Term**	----	\$20.00/\$30.00	----
* Two \$100 late fees are applied each semester: on the first business day after last day to pay, and ninety days into the semester.			
**Fairmount Towers fee would be \$20.00 per night, whereas Shocker Hall would be \$30.00 per night.			

Expenditure Impact of the Proposal

The revenue received from the proposed housing and board rates will be used to pay for operating expenditures, utilities, staffing, capital expenditures, major remodeling and improvements and debt service on the residence halls.

Board rates reflect a mandatory meal plan in accordance with WSU’s food service management contract. Housing does not make any revenue from Shocker Dollars sold.

Revenue Impact of the Proposal

The proposed increase in room and board rate options listed on pages 1-2 will reflect a maximum net revenue of \$149,070. For FY17, WSU did not increase its board rates in order to keep costs to students as low as possible. To make up for a lack of increased revenue, WSU found ways to cut expenses in order to help balance its budget. For FY18, WSU will utilize the increase in revenue to cover the cost of increasing repairs to both of its residential facilities.

Sunday, October 9	3:00 - 3:30 PM	Student Focus Group #1 – Fairmount Towers Activity Council	Fairmount Towers Outdoor Gazebo
Wednesday, October 12	6:50 – 7:15 PM	Student Focus Group #2 - Student Government Association	Rhatigan Student Center
Wednesday, October 12	7:15 – 7:45 PM	Student Focus Group #3 – Shocker Hall Activity Council	Shocker Hall Multi-Purpose Room

Student Involvement with the Proposal

Student feedback on rates and increases on meal costs were conducted with a number of task force meetings in October. These meetings were held to allow students feedback on the current housing structure, future rates and room assignments:

Estimated Benefits from the Proposal

Students who live on campus accrue a variety of benefits, including easy access to classrooms, laboratories, dining facilities, Ablah Library, the Heskett Center and the Rhatigan Student Center. Professional and paraprofessional staff members live in each building to provide academic and personal support services to the residents. Additionally, residents are provided with computer rooms, laundry facilities, meeting facilities, and are more easily able to participate in campus events and activities compared to those who commute. Wireless and wired internet access is also provided.

Alternatives to the Proposal

Alternatives to the proposed rates have not been identified. WSU did not raise rates for FY 17 and has found that they are now significantly behind the rates suggested in the pro forma for Shocker Hall. While cuts in expenditures were made to cover inflationary increases in basic services, planned improvements and contractual agreements as mentioned above, it is necessary to now increase rates as further cuts cannot be made without sacrificing services to students. As an auxiliary operation, housing must cover all expenses through fees charged to students living in the residence hall facilities.

Impact of Not Implementing the Proposal

If the proposed housing and board rates are not implemented, the current financial stability of the housing and residence life operations would be compromised. Financial stability is also important to maintaining quality ratings on the outstanding revenue bonds.

Implementation Date

If approved, the rates will become effective on July 1, 2017. Rates for the summer session housing will become effective with the beginning of the summer contract of 2018.

Supplemental Financial Information

<u>Revenue and Expenditures</u>	<u>Projected FY 2018</u>	<u>Projected FY 2017</u>	<u>Actual FY 2016</u>	<u>Actual FY 2015</u>	<u>Actual FY 2014</u>
Gross Operating Revenue – See Note 1	\$11,674,337	\$11,493,915	\$11,474,238	\$11,905,635	\$ 6,548,701
Gross Operating Expenditures	6,482,435	6,259,542	6,574,953	6,379,597	4,550,775
Gross Operating Revenue (Loss)	\$ 5,191,902	\$ 5,234,373	\$ 4,899,285	\$ 5,526,038	\$ 1,997,926
Annual Debt Service – See Note 2	\$ 4,873,673	\$ 4,882,373	\$ 4,879,073	\$ 4,088,373	\$ 3,464,560
Other Capital Expenditures	98,229	102,000	266,596	322,753	116,507
Transfers (In) Out – See Note 3	--	--	(1,109,434)	(1,264,817)	(2,637,060)
Other Operating (Revenue) Expenditures	\$ 4,971,902	\$ 4,984,373	\$ 4,036,235	\$ 3,146,309	\$ 944,007
Net Operating Revenue (Loss)	\$ 220,000	\$ 250,000	\$ 863,050	\$ 2,379,729	\$ 1,053,919
Less Capital Improvement Expense	\$ 220,000	\$ 250,000	\$ 162,455	\$ 81,726	\$ 131,761
Net Change in Fund Balance	\$ --	\$ --	\$ 700,595	\$ 2,298,003	\$ 922,158
Occupancy Rate	89.52%	85.06%	78.66%	91.45%	85.00%
Housing System Earned Fund Balance - See Note 2	\$ 7,313,653	\$ 7,313,653	\$ 7,313,653	\$ 6,613,058	\$ 4,315,055
Long Term Debt Outstanding	\$62,435,000	\$64,190,000	\$65,900,000	\$67,555,000	\$71,353,871

Notes to Supplemental Financial Information

- Note 1 – In FY 2014, WSU began construction of Shocker Hall which opened on August 6, 2014, reflecting a net addition of 184 beds. Brennan Hall was converted to non-housing office space and Wheatshocker Apartments were razed.
- Note 2 – In FY 2014, the WSU Union Corporation, on behalf of WSU, issued revenue bonds in the amount of \$63,830,000, plus premium, to fund Shocker Hall and to refund the 2010D Series that was issued for energy conservation improvements.
- Note 3 – In FY 2014 and FY 2015, capitalized interest was transferred to partially cover debt service requirements. In FY 2016, unspent bond proceeds of \$2,240,945 will be transferred in from the bond trustee and \$1,131,511 will be transferred out to a debt service reserve fund for Shocker Hall.

**PITTSBURG STATE UNIVERSITY
NOVEMBER 2016**

REQUEST AMENDMENT TO HOUSING RATES - Pittsburg State University

In accordance with Board Policy, Pittsburg State University requests that the Board of Regents consider for final action at its December 2016 meeting the following adjustments in housing rates to be effective with the 2017 Fall Semester.

Residence Halls	Academic Year	
	<u>16-17</u>	<u>17-18</u>
Double Room/Unlimited Meal Plan	\$7,572	\$7,700
Double Room/14 Plus 100 Meal Plan	7,356	7,476
Double Room/14 Meal Plan	7,156	7,276
Double Room/10 Plus 100 Meal Plan	6,970	7,084
Double Room/10 Meal Plan	6,770	6,884
Double Room/800Dining Dollars Meal Plan	6,126	6,230
Single room charge (maximum)	900	900
Crimson Commons room additional charge	890	890
Willard Hall room additional charge	360	360
Application fee	45	45
Installment fee (optional payment plan)*	25	25
Late Payment fee (maximum)	30	30

* Per semester

Student Family Apartments	Academic Year	
	<u>16-17</u>	<u>17-18</u>
Two Bedroom	\$500	\$500
Three Bedroom	565	565
Processing Fee for each new lease	45	45
Late Payment Fee	30	30

The Director of University Housing in consultation with the Assistant Director of University Housing Operations and the Vice President for Student Life developed the proposed rates with input from the students serving on the Residence Hall Assembly.

**PITTSBURG STATE UNIVERSITY
Financial Impact Statement
Housing Rates**

I. DESCRIPTION OF RATE ADJUSTMENT

An increase in the rates is proposed. If approved, the new rate schedule would be effective for the 2017 fall semester.

Residence Halls	Academic Year		Increase for	
	<u>16-17</u>	<u>17-18</u>	<u>Annual Cost</u>	<u>%</u>
Double Room/Unlimited Meal Plan	\$7,572	\$7,700	\$128	1.69
Double Room/14 Plus 100 Meal Plan	7,356	7,476	120	1.63
Double Room/14 Meal Plan	7,156	7,276	120	1.68
Double Room/10 Plus 100 Meal Plan	6,970	7,084	114	1.63
Double Room/10 Meal Plan	6,770	6,884	114	1.68
Double Room/800 Dining Dollars Meal Plan	6,126	6,230	104	1.69
Single room charge (maximum)	900	900	--	--
Crimson Commons room charge	890	890	--	--
Willard Hall room charge	360	360	--	--
Application Fee	45	45	--	--
Installment Fee (optional payment plan)*	25	25	--	--
Late payment fee (maximum)	30	30	--	--

*Per semester

Crimson Village Apartments	Academic Year		Increase for	
	<u>16-17</u>	<u>17-18</u>	<u>Annual Cost</u>	<u>%</u>
Two Bedroom	\$500	\$500	--	--
Three Bedroom	565	565	--	--
Processing Fee (new lease)	45	45	--	--
Late Payment fee	30	30	--	--

II. JUSTIFICATION FOR RATE ADJUSTMENT

In May 2009, Pittsburg State University began a multi-year, \$22 million effort to renovate all existing residence halls and a twelve month project to construct a new residence hall complex designed to accommodate 204 additional students. Funding for the new construction and an initial phase of renovation (\$14 million) was derived from sale of bonds to be repaid from the revenues received from operation of the housing system. As with any complex renovation taking place over a total project period of several years, hidden issues arose and inflation occurred over the years that increased the total cost of the project. To address these factors, in the past seven fiscal years, University Housing funded approximately \$3.2 million from annual revenues and reserves in furnishing and other renovation costs in order to preserve the availability of authorized bond funding to sufficient levels to sustain the project. To complete the renovation and furnishing of Nation Hall East and Mitchell Hall, University Housing funded the entire projected (\$4.3 million) from reserves (50%) and from an internal short-term loan (50%) from the university’s restricted fee account to be repaid over a multi-year period from annual revenues. Funding to support the debt repayment and out of pocket costs of these renovations and expansion was supported by annual rate increases during the corresponding years of implementation of the work. Operating costs increases are projected to be limited for the coming year. As such, a modest rate increase of 1.69% is requested for next fiscal year to fund increase costs in employee benefits, targeted base wage adjustments for custodial staff, anticipated increases in utility costs, and equipment lease cost for upgrading of wireless internet distribution system.

III. STUDENT REVIEW OF FEE ADJUSTMENT

A rate adjustment of an average of 2.87% increase for residence halls was discussed with the members of the Residence Hall Assembly at their September 27, 2016, regular session. The assembly voted in favor of rate increases of this level if deemed necessary to maintain quality services and programs by the following vote: 31 affirmative and 0 negative. The group endorsed the university's continuing efforts to invest funds in the updating and improvement of the residence halls.

IV. PROJECTION OF REVENUE FROM AND NUMBER OF STUDENT AFFECTED BY FEE ADJUSTMENT

The proposed fee increase is projected to generate \$143,000. Approximately 1,300 students are projected to live in the residence halls.

V. PROJECTED IMPACT OF RATE ADJUSTMENT ON STUDENT OCCUPANCY

Because residence halls are in direct competition with off-campus rentals for student occupancy, any rate increase must remain within the appropriate levels that the overall market will support. University Housing is committed to providing students with high quality accommodations at reasonable rates. Given the proximity to campus, the programmatic efforts of the departmental staff, the amenities and services provided, and the reliable maintenance provided by the university, residence hall rates are very competitive with other student housing options of equal quality in the community. With the increase in rated capacity following the completion of expansion and renovation, the normal fall occupancy percentage fell slightly lower. The housing system is at 88.8% occupancy of rated capacity for the Fall 2016 semester.

**Pittsburg State University Housing
KBOR Rate Increase Request
Supplemental Financial Information**

	Projected FY 2018	Estimated FY 2017	Actual FY 2016	Actual FY 2015
Gross Operating Revenue	\$8,700,000	\$8,467,732	\$8,610,838	\$9,084,845
Salaries and Benefits	2,250,000	2,224,581	1,990,784	2,025,945
Other Operating Expenses	3,300,000	3,180,759	3,288,558	3,254,634
Gross Operating Revenue(Loss)	\$3,150,000	\$3,062,392	\$3,331,496	\$3,804,266
Capital Improvements Expense	275,000	203,330	531,017	563,856
Annual Debt Service	2,461,649	2,468,228	2,476,374	2,486,350
Other Capital Expenditures	****400,000	***400,000	**603,527	*2,319,819
Net Operating Revenue(Loss)	\$13,351	(\$9,166)	(\$279,422)	(\$1,565,759)
Operating Fund Balance (EOY)	\$2,489,192	\$2,475,841	\$2,485,007	\$2,764,429
L/T Debt Outstanding	\$22,125,000	\$23,010,000	\$24,190,000	\$25,340,000
Occupancy Rate	91.0%	88.8.0%	95.3%	100.2%

Capital Improvements Planned

*FY 2015 Out of reserves to finalize Nation Hall project

**FY 2016 \$400,000 for repayment of internal loan on Nation Hall project (1st of 5 years) and \$203,527 to complete Nation Hall project

***FY 2017 \$400,000 for repayment of internal loan on Nation Hall project (2nd of 5 years)

****FY 2018 \$400,000 for repayment of internal loan on Nation Hall project (3rd of 5 years)

**KANSAS STATE UNIVERSITY
HOUSING AND FOOD SERVICE RATES**

I. PROPOSED RATES (Room and Board)

These rates have been reviewed by staff and supported by the Association of Residence Halls.

Manhattan Campus Regular Semester ^{1, 2, 3, 4}
Effective July 1, 2017

<u>Single Students Per Person</u>	Room Rate (per semester)		
	<u>2016-2017</u>	<u>2017-2018</u>	<u>% Change</u>
Traditional Rooms			
Traditional small single <i>Boyd, Putnam</i>	\$2,590.00	\$2,770.00	6.9%
Traditional small single <i>Haymaker, Moore</i>	\$2,590.00	\$2,695.00	4.1%
Traditional private single	\$3,600.00	\$3,925.00	9.0%
Traditional double <i>Boyd, Ford, Haymaker, Moore, Putnam</i>	\$2,350.00	\$2,415.00	2.8%
Traditional double <i>Goodnow</i>	\$2,450.00	\$2,510.00	2.4%
Traditional double <i>Marlatt</i>	\$2,450.00	\$2,550.00	4.1%
Traditional private double <i>West</i>	\$2,800.00	\$2,830.00	1.1%
Traditional private double <i>Wefald</i>	\$3,200.00	\$3,360.00	5.0%
Traditional triple	\$2,350.00	\$2,400.00	2.1%
Traditional quad	\$2,350.00	\$2,430.00	3.4%
Suites			
1 person private suite <i>Van Zile</i>	\$3,610.00	\$3,755.00	4.0%
1 person private suite <i>Marlatt</i>	\$3,710.00	\$3,860.00	4.0%
1 person by 1 person suite	\$3,485.00	\$3,590.00	3.0%
1 person by 2 person suite (1 person side)	\$3,425.00	\$3,530.00	3.1%
2 person private suite <i>Ford, Haymaker, Van Zile</i>	\$3,385.00	\$3,555.00	5.0%
2 person private suite <i>Goodnow, Marlatt</i>	\$3,485.00	\$3,625.00	4.0%
2 person private suite <i>West</i>	\$3,835.00	\$3,990.00	4.0%
2 person by 1 person suite (2 person side)	\$3,295.00	\$3,395.00	3.0%
2 person by 2 person suite <i>Ford, Haymaker, Van Zile</i>	\$3,240.00	\$3,370.00	4.0%
2 person by 2 person suite <i>Goodnow, Marlatt</i>	\$3,340.00	\$3,465.00	3.7%
3 person room with private unattached bathroom <i>Ford, Haymaker</i>	\$2,765.00	\$2,870.00	3.8%
3 person room with private unattached bathroom <i>Goodnow, Marlatt</i>	\$2,865.00	\$2,975.00	3.8%
3 person private suite <i>Boyd, Haymaker, Putnam</i>	\$3,275.00	\$3,415.00	4.3%
3 person private suite <i>Goodnow, Marlatt</i>	\$3,375.00	\$3,510.00	4.0%
3 person private suite <i>West</i>	\$3,725.00	\$3,865.00	3.8%
4 person private suite <i>Ford, Haymaker</i>	\$3,020.00	\$3,140.00	4.0%
4 person private suite <i>Goodnow, Marlatt</i>	\$3,120.00	\$3,245.00	4.0%

Clusters			
1 person inside cluster suite	\$3,420.00	\$3,540.00	3.5%
2 person inside cluster suite	\$3,335.00	\$3,435.00	3.0%
3 person inside cluster suite	\$3,250.00	\$3,350.00	3.1%
 Honors House	 \$2,600.00	 \$2,750.00	 5.8%
 Cooperative House ⁵	 \$3,650.00	 \$3,725.00	 2.1%
 Living Community			
2 bedroom 1 bath apartment (4 person)	\$2,800.00	\$2,910.00	3.9%
2 bedroom 2 bath apartment (4 person)	\$3,200.00	\$3,345.00	4.5%
3 bedroom 2 bath apartment (6 person)	\$2,600.00	\$2,710.00	4.2%
4 bedroom 2 bath apartment (8 person)	\$2,450.00	\$2,550.00	4.1%

Meal plans for residence hall and Living Community residents (rate per semester) ⁶

	<u>2016-2017</u>	<u>2017-2018</u>	<u>% Change</u>
All Access (unlimited access)	\$2,225.00	\$2,300.00	3.4%
Any 14 (14 swipes per week)	\$1,910.00	\$1,950.00	2.1%
Basic 7 (7 swipes per week) <i>Limited to Living Community</i>	\$1,225.00	\$1,250.00	2.0%

¹ Includes housekeeping service other than within rooms.

² Application fee of \$30 (non-refundable) is assessed each academic year and is due before the contract will be processed. Up to \$25 of each application fee is transferred to the recreational and social use fund. If the full contract amount is not paid prior to July 1 for the fall semester and December 1 for the spring semester, all charges will be posted to the University Tuition and Fee account accessible within KSIS. All charges will be billed by the university Cashier’s Office and subject to their terms and conditions.

³ For payment due dates, cancellation dates and charges, please refer to “Student Housing Contract Terms”.

⁴ Students may deposit funds into Cat Cash to be used in all Housing and Dining Services retail options, including JP’s Sports Grill, Cornerstone Coffee and Bakery, Derby Bakery, all five Quick Cats convenience stores, and Housing laundry facilities. Students will have unlimited Grab and Go meals with all meal plans.

⁵ Plus assisting with house and food service operations on an average of one hour per day. Rate includes meals.

⁶ Sunday evening meals are not served.

Polytechnic Campus Regular Semester ^{1,2,3}
Effective July 1, 2017

<u>Single Students Per Person</u>	Rooms and Meals		
	<u>2016-2017</u>	<u>2017-2018</u>	<u>% Change</u>
Residence halls - 14 meal plan			
Double room	\$3,211.00	\$3,243.00	1.0%
Single room	\$5,156.00	\$5,188.00	0.6%
Residence halls - 19 meal plan			
Double room	\$3,432.00	\$3,469.00	1.1%
Single room	\$5,377.00	\$5,414.00	0.7%
Other Polytechnic campus housing fees			
Application fee	\$30.00	\$30.00	0.0%

¹ Plus a non-refundable application fee of \$30.00 per contract from which a sum not to exceed \$25.00 may be used as a recreational and social fee.

² For payment due dates, cancellation dates and charges, please refer to “Student Housing Contract Terms.”

³ Residents may lock-in their starting residence hall rate for a maximum of five years if fall contracts are turned in no later than the first Friday in May each year.

Manhattan Campus Apartments ¹
Effective July 1, 2017

	<u>2016-2017</u>	<u>2017-2018</u>	<u>% Change</u>
Traditional (rate per apartment per month)			
1 bedroom unfurnished	\$475.00	\$495.00	4.2%
2 bedroom unfurnished	\$555.00	\$575.00	3.6%
Renovated (rate per apartment per month)			
1 bedroom unfurnished	\$545.00	\$565.00	3.7%
2 bedroom unfurnished	\$625.00	\$650.00	4.0%
Highly Renovated ² (rate per apartment per month)			
1 bedroom unfurnished	\$585.00	\$605.00	3.4%
2 bedroom unfurnished	\$705.00	\$730.00	3.5%
3 bedroom unfurnished	\$790.00	\$795.00	0.6%
Modern Construction ² (rate per person per month)			
1 bedroom unfurnished	\$680.00	\$705.00	3.7%
2 bedroom 1 bath unfurnished	\$575.00	\$575.00	0.0%
2 bedroom 2 bath unfurnished	\$575.00	\$595.00	3.5%
3 bedroom unfurnished	\$495.00	\$500.00	1.0%
4 bedroom unfurnished	\$450.00	\$450.00	0.0%
4 bedroom furnished-community studio ³	New	\$540.00	n/a
Studio unfurnished	\$620.00	\$640.00	3.2%
Town house unfurnished	\$998.00	\$998.00	0.0%
Studio loft unfurnished	\$675.00	\$695.00	3.0%

¹ In addition to the monthly rates, a refundable deposit of \$400 is required at time of application and a non-refundable application fee of \$30 is assessed each academic year and is due before the contract will be processed. Up to \$25 of each application fee is transferred to the recreational and social use fund. If the full contract amount is not paid prior to July 1 for the fall semester and December 1 for the spring semester, all charges will be posted to the University Tuition and Fee account accessible within KSIS. All charges will be billed by the university Cashier’s Office and subject to their terms and conditions. Students provide linen, dishes, telephone and electricity.

² Furniture is available for rent on a limited basis.

³ 10-month room contract

**Summer Session
Effective May 2017**

	Double Room as Single		Double Room	
	<u>2016-2017</u>	<u>2017-2018</u>	<u>2016-2017</u>	<u>2017-2018</u>
Manhattan campus (rate per week)				
Room and 10 meals	\$376.00	\$380.00	\$249.00	\$255.00
Room and 15 meals	\$380.00	\$385.00	\$250.00	\$260.00
Room and 20 meals	\$385.00	\$395.00	\$255.00	\$265.00
Polytechnic campus (rate per week)				
Room and 10 meals	\$206.00	\$302.00	\$164.00	\$183.00
Room and 15 meals	\$229.00	\$327.00	\$187.00	\$208.00

**Optional meal plans for residents of Housing and Dining Services
Apartments, faculty/staff and off-campus students**

	<u>2016-2017</u>	<u>2017-2018</u>
Manhattan Campus (rate per semester)		
Optional Jardine resident 50 meal plan (50 entrances)	\$585.00	\$595.00
Optional Jardine resident 100 meal plan (100 entrances)	\$1,105.00	\$1,130.00
Optional Jardine resident all-access meal plan ¹	\$2,225.00	\$2,300.00
Optional faculty/staff 50 lunch/breakfast meal plan (50 entrances)	\$520.00	\$530.00
Optional faculty/staff 100 any meal plan (100 entrances)	\$1,170.00	\$1,195.00
Optional off-campus student 50 lunch/breakfast meal plan (50 entrances)	New	\$530.00
Optional off-campus student 100 any meal plan (100 entrances)	\$1,230.00	\$1,255.00
Optional off-campus student 150 any meal plan (150 entrances)	\$1,755.00	\$1,790.00
Polytechnic Campus (rate per semester)		
Optional 5 meal plan (lunch, M-F)	\$428.00	\$449.00

¹ Must buy full year plan.

II. Expenditure Impact of Proposal

The proposed rates are recommended to cover increased operational costs. Expenditures for salaries and benefits, including health plan increases and the effects of changes to the FLSA overtime eligibility definition, facility maintenance, food, utilities, and other operational categories such as technology are expected to rise at least 3% collectively. Normal capital improvement projects are expected to be \$3.7 million including continued self-funded/reserve improvements as part of the Goodnow and Marlatt Hall renovations, Kramer Phase III renovation

and the repair of the Food Stores mass storage freezer. Because K-State does not require any student to live in university owned residence halls or apartments, we provide excellent facilities and exemplary service to maintain the optimal number of residents.

Salaries and KPERS increase	\$355,000	Student Labor	\$105,000
Utilities increase	\$100,000	Other operating expense increase	\$130,000
Food increase	\$125,000		

III. Revenue Impact of Proposal

Our housing system operates as an auxiliary unit so all projected revenue is deposited to auxiliary funds. The estimated additional revenue of approximately \$1.6 million is an increase of about 3.3% over FY 2017 residence hall, apartment and dining projected totals.

IV. Estimated Benefits from Proposal

Approximately 5,200 students living in residence halls, cooperative house, honors house and apartments will be affected by the rate increase. The proposed increases are primarily driven by inflationary increases in costs for labor, utilities, food and facility maintenance, as well as increased debt service and operating costs for the new dining center and residence hall. Additionally, planned upgrades to the existing Kramer building, infrastructure replacement of mass storage freezer components at Pittman Building food stores and dining equipment in the new restaurant located at Union Station by JPs. Even though it’s a challenge, we successfully maintain room and board rates that are below national and Big XII averages. We continue to remain competitive in the lower one-third of the Big XII universities.

V. Alternatives to Proposal

None identified. User fees must cover costs including maintenance of the residence hall buildings because Housing and Dining is entirely self-supporting.

VI. Impact of Not Implementing Proposal

The Housing and Dining Services annual operating budget is approximately \$49 million. The insured replacement value of the housing facilities is about \$477 million. Housing and Dining Services is a self-supporting auxiliary unit. Prudent management and legally binding bond covenants require a fiscally stable budget and a properly maintained physical plant with sufficient revenue to cover operating expenditures and facilities maintenance and renovations. Failure to properly plan, budget and operate would compromise our ability to meet core responsibilities to students. Additionally, it is prudent to have adequate reserves to fund debt service and finance future capital improvements during times of enrollment fluctuations. The rate proposal submitted was developed over the past year with input from the K-State Association of Residence Halls student leadership.

**Supplemental Financial Information
Manhattan and Polytechnic Campuses**

	Projected FY 2018	Projected FY 2017	Actual FY 2016	Actual FY 2015	Actual FY 2014
Gross Operating Revenue	\$51,107,000	\$49,477,000	\$44,317,000	\$46,165,000	\$43,997,000
Salaries and Wages	\$23,492,000	\$23,032,000	\$19,249,000	\$15,235,000	\$17,994,000
Other Operating Expenditures	<u>\$15,942,000</u>	<u>\$15,656,000</u>	<u>\$14,654,000</u>	<u>\$17,780,000</u>	<u>\$15,193,000</u>
Total Gross Operating Expense	\$39,434,000	\$38,688,000	\$33,903,000	\$33,015,000	\$33,187,000
Gross Operating Revenue (Loss) ¹	\$11,673,000	\$10,789,000	\$10,414,000	\$13,150,000	\$10,810,000
Capital Improvements Expense*	\$2,160,000	\$3,660,000	\$6,255,000	\$3,268,000	\$2,549,000
Annual Debt Service	\$8,734,000	\$8,731,000	\$7,492,000	\$7,047,000	\$5,310,000
Other Capital Expenditures	<u>\$370,000</u>	<u>\$355,000</u>	<u>\$324,000</u>	<u>\$238,000</u>	<u>\$118,000</u>
Net Revenue(Loss)	\$409,000	(\$1,957,000)	(\$3,657,000)	\$2,597,000	\$2,833,000
Occupancy Rate	87.5%	84.9%	93.7%	98.5%	97.7%
Housing System Earned Fund Balance ²	\$18,696,000	\$18,287,000	\$20,244,000	\$23,902,000	\$21,305,000
L/T Debt Outstanding	\$124,900,000	\$128,465,000	\$131,895,000	\$133,980,000	\$137,080,000

*Capital Improvements Planned:

FY 2017: \$3,660,000 (Rehab and Repair Renovations including Kramer Phase III completion, major infrastructure replacement of mass storage freezer components at Pittman Building Food Stores and Union Station by JP's dining equipment)

FY 2018: \$2,160,000 (Rehab and Repair Renovations including waste stacks in Strong Complex residence halls and Moore Hall asbestos abatement.

¹ The university continues to maintain the best practice of maintaining cash reserves equal to 1.25 times annual debt service even though the bond covenants no longer require it.

² Fund balance excludes unearned advance payments that have been collected for the upcoming academic year. The remaining fund balance is primarily in place for cash flow needs such as those associated with KSU's self-operated dining services, employment protection issues, reserves for capital projects (as noted above), and emergency equipment and building repairs. KSU's housing operations have buildings with replacement values in excess of \$477 million. Long term fiscal stability requires a properly maintained physical plant.

THE UNIVERSITY OF KANSAS
KU Student Housing
Fiscal Year 2018 Business Case for Increasing Student Housing and Dining Rates

I. PROPOSED RATES FOR FISCAL YEAR 2018

The University continues to expand the variety of housing and dining options for students who desire to live on campus. The double/two-person room in a Renovated Residence Hall is the most common option for students who wish to live in a residence hall and is reported as the residence hall standard.

The proposed rate for a renovated residence hall double room will increase from \$5,738 to \$5,910 or 3.0%. Residential dining plans and rates planned for 2017-18 have substantially changed with respect to meals per week, cash-on-card, and increased access to both residential and retail dining options; none of the new plans compare directly with plans from the previous several years. The new 14 meals per week plan is proposed at \$4,150 for the academic year and will be used as the comparable plan for future years. For 2017-18, a renovated residence hall double room (\$5,910) plus the 14 meals per week plan (\$4,150) will total \$10,060, an overall 4.95% increase over the amount reported for Fiscal Year 2017.

The proposed housing rates incorporate projected cost increases, the most significant of which include utilities, maintenance, salaries, and employee benefits. Rates for 2017-18 have been proposed following study and review by staff in Student Housing, KU Dining Services, and the KU Student Housing Advisory Board (SHAB), which consists of faculty, staff, and students, including representatives from the Association of University Residence Halls (AURH); the Apartment Living Association (APLA); and, the All Scholarship Hall Council (ASHC). The proposals were reviewed by SHAB at the September 9, September 16, and September 30 meetings. In addition to SHAB meetings, the Student Housing director and Director of Dining Services met with student government leaders and student groups for further discussion and to answer questions. These rates have been reviewed and recommended by the Vice Provost for Student Affairs. SHAB approval of these rates was confirmed by vote at the September 30, 2016 meeting.

The yet-unnamed residence hall currently under construction and scheduled to open in August 2017 is referenced below as “19th Street”. Rates for on-campus housing and dining plans proposed to be effective July 1, 2017:

RESIDENCE HALLS

	2016-17	2017-18	\$ Incr.	% Incr.
Traditional Residence Hall				
Double/Two Person Room	\$4,488	\$4,616	\$128	2.8
Single Room*	\$5,956	\$6,122	\$166	2.8
Renovated Residence Halls				
Double Room (<i>Ellsworth, Hashinger, GSP</i>)	\$5,738	\$5,910	\$172	3.0
Double Room w/Bath; 4-Person Suite (<i>Lewis, Templin, Ellsworth</i>)	\$6,064	\$6,246	\$182	3.0
2-Person Suite (<i>any</i>) & 2-Person Studio (<i>Ellsworth</i>)	\$6,150	\$6,246	\$96	1.6
Double Room as Single* (<i>Ellsworth, GSP, Hashinger</i>) & 1-Person Suite (<i>Templin</i>)	\$7,642	\$7,870	\$228	3.0
Residence Halls New in 2015-16 (<i>Oswald-Self</i>) and 2017-18 (<i>19th Street</i>)				
2-Person, Sgl Suite-2 bedrooms (<i>O-S, 19th Street</i>)	\$9,230	\$9,516	\$286	3.0
4-Person, Dbl Suite-2 bedrooms (<i>Oswald-Self</i>)	\$7,288	\$8,454	\$1,166	16.0**
4 & 2-Person, Dbl Semi-Suite (<i>Oswald-Self, 19th Street</i>)	\$7,288	\$7,518	\$230	3.0
4-Person, 2-Bath Suite-4 bedrooms (<i>19th Street</i>)		\$9,870	\$0	0.0
4-Person, 2-Bath Suite-2 bedrooms (<i>19th Street</i>)		\$8,850	\$0	0.0

Contract rates listed above are for the academic year, including Thanksgiving and Spring breaks, and include utilities, data/internet, and basic cable television.

* 2-person room contracted by a single resident on a space-available basis

** This increase is a one-time rate realignment following a year of operation and realization of the disproportionate square footage provided per resident.

APARTMENTS

Sunflower Duplex Apartments

	2016-17	2017-18	\$ Incr.	% Incr.
Two Bedroom Apartment	\$747	\$769	\$ 22	2.9

This monthly contract rate includes water and sanitation. All other utilities, including data service, are paid by residents to service providers. Most apartments are unfurnished and are short-term, transitional housing for new faculty and staff relocating to Lawrence.

Jayhawker Towers Apartments

	2016-17	2017-18	\$ Incr.	% Incr.
Two-Bedroom Apartments				
4 residents per apartment, <i>cost per resident</i>	\$3,662	\$3,766	\$104	2.8
2 residents per small apartment, <i>cost per resident*</i>	\$5,148	\$5,292	\$144	2.8
2 residents per apartment, <i>cost per resident</i>	\$6,266	\$6,442	\$176	2.8
Renovated Two-Bedroom Apartments				
4 residents per apartment, <i>cost per resident</i>	\$4,722	\$4,864	\$142	3.0
2 residents per apartment, <i>cost per resident</i>	\$8,144	\$8,388	\$244	3.0

Contract rates listed above are for the academic year and include utilities, data/internet, and basic cable television. Apartments are partially furnished.

* A total of 3 of these small, non-standard apartments remain in the Jayhawker Towers complex.

McCarthy Hall

	2016-17	2017-18	\$ Incr.	% Incr.
4-bedroom apartment, <i>cost per resident</i>	\$10,154	\$10,484	\$330	3.3
2-bedroom apartment, <i>cost per resident</i>	\$10,154	\$11,422	\$1,268	12.5*

* This increase is a one-time rate realignment following a year of operation and realization of the disproportionate square footage provided per resident.

SCHOLARSHIP HALLS

	2016-17	2017-18	\$ Incr.	% Incr.
Traditional Scholarship Halls (<i>Battenfeld, Douthart, Grace Pearson, Pearson, Sellards, Stephenson</i>)	\$3,978	\$4,090	\$112	2.8
Suite-Style Scholarship Halls	\$4,370	\$4,510	\$140	3.2

(K.K. Amini, Margaret Amini, Krehbiel, Rieger)

Meal Charge for the 10 halls listed above	\$2,138	\$2,202	\$ 64	3.0
Miller and Watkins Halls <i>(women in these halls purchase and prepare their own food)</i>	\$2,716	\$2,776	\$ 60	2.2

Contract rates listed above are for the academic year, including Thanksgiving and Spring breaks, and include utilities, data/internet, and basic cable television.

Suite-style halls provide more amenities and square footage per resident, resulting in higher operating costs.

The Elizabeth Miller Watkins Trust provides a rate subsidy for Miller and Watkins residents and because Miller and Watkins residents cooperatively purchase and prepare their own food, there is no meal charge for residents of those two women’s scholarship halls.

RESIDENTIAL DINING PLANS

Following conversations with students and staff, residential dining plans and rates planned for 2017-18 have been simplified with respect to meals per week, cash-on-card, and increased access to both residential and retail dining options; none of the new plans compare directly with plans from the previous several years. Changing from two unlimited plans to one, the new All Access Plan, was a decision supported by students who described the two, current unlimited plans as redundant. The 14 Meals per Week plan for 2017-18 replaces the former Crimson Flex plan with the same simplicity goal. Various pizza and register discounts have been discontinued, and the new Block of 50 Meals plan offers more value than the Campanile Plan since students may use their meals throughout the year rather than being limited to two meals per week.

Other changes include parent/guardian meals plus a campus-wide retail pass for the new All Access meal plan. Guest passes have been increased as well as the opportunity to choose a meal to go from any dining center. Students who choose the All Access plan will have the benefit of eating in campus retail locations rather than returning to a residential dining center. As residence hall students complete the on-line contracting process they select dining plans based on their personal preferences and needs. For 2017-18, the All Access dining plan provides the greatest flexibility and value.

	2016-17	2017-18	\$ Incr.	% Incr.
All Access Dining Plan Unlimited residential dining; \$250 Dining Dollars; 2 Parent/Guardian meals/month; 1 to-go meal/day; 20 guest meals; up to 1 meal equivalent/day at retail locations		\$4,290	\$ 0	0.0
14 Meals per week Dining Plan 14 residential dining meals/week; \$300 Dining Dollars; 2 Parent/Guardian meals/month; 1 to-go meal/day; 12 guest meals		\$4,150	\$ 0	0.0
10 Meals per week Dining Plan 10 residential dining meals/week; \$400 Dining Dollars; 2 Parent/Guardian meals/month; 1 to-go meal/day; 8 guest meals		\$3,584	\$ 0	0.0
Block of 50 Residential Dining Meals		\$ 425	\$ 0	0.0

1 to-go meal/day; up to 1 meal equivalent/day at retail locations (not available for residence hall students)

Fiscal Year 2017 RESIDENTIAL DINING PLANS for Comparison Purposes

	2015-16	2016-17	\$ Incr.	% Incr.
Jayhawk Unlimited Access Dining Plan Unlimited residential dining; \$500 Cuisine Cash; up to 2 Cuisine To Go meals/day; 10 guest meals; six 14" pizzas; 5% discount at register	\$4,168	\$4,286	\$118	2.8
Rock Chalk Unlimited Access Dining Plan Unlimited residential dining; \$300 Cuisine Cash; up to 2 Cuisine To Go meals/day; 6 guest meals; four 14" pizzas	\$3,968	\$4,086	\$118	2.8
Crimson Flex Dining Plan 400 residential dining meals; \$200 Cuisine Cash; up to 2 Cuisine To Go meals/day; 4 guest meals	\$3,734	\$3,848	\$114	3.1
Blue Basic Dining Plan 10 residential dining meals/week; \$100 Cuisine Cash; up to 2 Cuisine To Go meals/day; 4 guest meals	\$3,094	\$3,190	\$ 96	3.1
Campanile Dining Plan \$500 Cuisine Cash; 2 residential dining meals/week; up to 2 Cuisine To Go meals/day; 4 guest meals; 5% discount at register	\$1,122	\$1,142	\$ 20	1.8

II. EXPENDITURE IMPACT OF PROPOSAL

Rates are established to cover operating costs required to maintain a qualified staff and manage facilities. Current and future facilities plans focus on accessibility and life safety enhancements throughout the system. Roofs and mechanical systems are upgraded as part of an ongoing commitment to achieve greater energy efficiency.

With the proposed increases for fiscal year 2017, KU housing and dining rates will remain an outstanding value, well below national averages, reflecting good management practices, and a continued commitment to good stewardship of students' money.

POTENTIAL REVENUE IMPACT OF RATE PROPOSAL

Estimated revenue increases over the previous year for each rate proposal are:

Residence Halls	\$591,600	Sunflower Apartments	\$5,000
Scholarship Halls	\$94,350	Jayhawker Towers	\$142,000
		McCarthy Hall	\$13,800

Potential Housing Revenue Impact \$846,750
Fiscal Year Projected revenue for new 19th Street Residence Hall \$3,852,600
Potential Dining Revenue Impact \$422,750 (*a unit of Kansas Memorial Unions since FY'05*)

See attached supplemental financial information

III. EXPECTED BENEFITS FROM PROPOSAL

KU Student Housing capacity in 2017-18 will be 5,164 students. The proposed increases will enable the housing and dining operations to continue providing exceptional on-campus living experiences, which remain a great value for the students' dollar.

IV. ALTERNATIVES TO PROPOSAL

None identified. Only basic services are being provided and these charges are established to cover expenses associated with cost recovery including the cost of maintaining and remodeling the facilities. There are no state-appropriated funds in this auxiliary operation; therefore, user fees must cover total costs.

V. IMPACT OF NOT IMPLEMENTING PROPOSAL

The annual operating budget of the auxiliary housing operation is approximately \$28 million, with a physical plant insured replacement value in excess of \$360 million. Failure to increase revenue commensurate with increased operating expenses would jeopardize the fiscal stability of the operation. These proposed rates were carefully evaluated prior to presentation to the Student Housing Advisory Board and senior staff in Student Affairs. Rental income is pledged as part of a long-range renovation program which will continue to be financed by bonds. Each project is evaluated carefully to ensure the building's income can support its operation plus debt service. Inability to guarantee bond obligations would compromise the department's ability to finance future renovation projects.

Prepared: October 24, 2016
Diana L. Robertson
Director, Student Housing

**The University of Kansas Department of Student Housing
Supplemental Financial Information
KBOR Rate Increase Request**

	Projected FY 2018	Estimated FY 2017	Actual FY 2016	Actual FY 2015
Gross Operating Revenue	33,319,200	29,575,816	28,794,224	26,883,527
Gross Operating Expense	<u>(22,408,843)</u>	<u>(20,253,581)</u>	<u>(19,540,335)</u>	<u>(18,850,394)</u>
Gross Operating Revenue (Loss)	\$10,910,357	\$9,322,235	\$9,253,889	\$8,033,133
Capital Improvements Expense	(3,282,336)	(3,895,471)	(5,634,239)	(4,161,042)
Annual Debt Service	(9,498,612)	(6,330,451)	(6,313,219)	(3,562,862)
Other Capital Expenditures	-0-	-0-	-0-	-0-
Net Operating Revenue (Loss)	<u>(1,870,591)</u>	<u>(903,687)</u>	<u>(2,693,569)</u>	<u>309,229</u>
Ending Balance	2,262,082	4,132,673	5,036,360	7,729,929
Residence Hall Occupancy Rate	97.0%	99.2%	98.8%	97.0%
Long-Term Debt Outstanding (as of 6-30) Lewis Hall (orig. 1998D), Ellsworth Hall (orig. 2002A) plus Towers A and D, 2010A Hashinger Hall and Templin Hall Refunding, 2005E-1 Ellsworth Hall, 2002 A-1 GSP Hall, 2011C Oswald-Self 2014C (McCollum Replacement)	78,970,000	82,065,000	85,150,000	87,105,000
L-Term Capital Lease Outstanding (as of 6-30)	120,780,233	120,964,600		

Capital Improvements Detail

Projections	\$51.2M	New 545-bed residence hall and dining center near 19 th & Naismith
	\$67.4M	New 708-bed apartment complex near Ousdahl Drive on 19 th Street
	\$14.5M	Corbin Hall renovation
	\$10.2M	Jayhawker Tower B Renovation
	\$10.1M	Jayhawker Tower C Renovation

Capital Improvements Description

Corbin Hall Renovation - Corbin Hall was constructed in two phases, with the original building completed in 1923 and a north addition completed in 1951. It currently has 149 rooms, including a mix of single, double, and triple rooms, and has traditionally housed only women. The Student Housing administrative offices are located in the

lowest level, and will remain as-is and in use while the rest of the building is being renovated. This project will include renovation of all student rooms, restrooms, and public spaces, but most interior walls will remain in-place. Mechanical, plumbing, and electrical systems not already upgraded will be updated.

Future Residence Hall – New construction of a 545-bed residence hall and dining center, with a variety of room types based on updated market research/consultant recommendations. Debt service will be funded with KU Student Housing and KU Dining Services, Kansas Memorial Union Corporation, funds.

Future Apartments – New construction of a 708-bed apartment complex with 2- and 4-bedroom apartments with private bathrooms based on updated market research/consultant reports. Debt service will be funded with KU Student Housing funds.

Jayhawker Tower B Renovation – Jayhawker Towers were first occupied in the late 1960s then acquired by the University in 1981. Renovation of Tower B will follow the same general program used in the Tower A and Tower D projects resulting in mechanical system and security upgrades plus improvements in student apartments. Planning and program development for renovations will begin in Fiscal Year 2019 with renovation work planned for 2020.

Jayhawker Tower C Renovation – Following the same general program used for Tower A and D renovations, Tower C renovations will be the final step in the overall Jayhawker Towers project. Planning and program development is planned for Fiscal Year 2020 with renovation work planned for 2021.

**Emporia State University
 Division of Student Affairs
 Department of Residential Life and Memorial Union Corporation
 Statement of Proposed Residence Hall and Contract Board Rates
 Academic Year 2017-2018**

Emporia State University requests authorization to amend the Comprehensive Fee Schedule, effective fall semester 2017 as follows:

Description of Fee Adjustment: Figures shown represent academic year totals, unless otherwise noted. The housing and meal contract’s default time period includes both the fall 2017 and the spring 2018 semesters.

Room & Board Options Total Standard Double

	<u>From*</u>	<u>To*</u>	<u>Increase</u>	<u>% Increase</u>	<u>Room+Board</u>	<u>% Increase</u>
Morse Double Rate	\$4,301	\$4,560	\$259	6.0%		
Morse Triple Rate	\$4,365	\$4,500	\$135	3.1%		
Morse Quad Rate	\$4,039	\$4,050	\$11	0.3%		
Towers/Trusler/Singular Dbl Rate	\$4,836	\$5,130	\$294	6.1%		
Towers Suite Rate	\$5,047	\$5,400	\$353	7.0%		
Private rooms when available all buildings	\$5,795	\$6,200	\$405	7.0%		
All Access Meal Plan	\$3,555	\$3,554	(\$1)	0.0%	\$8,684	3.5%
14 Block Meal Plan	\$3,467	\$3,466	(\$1)	0.0%	\$8,596	3.5%
9 Block Meal Plan	\$2,870	\$2,870	\$0	0.0%	\$8,000	3.8%

Justification for Fee Adjustment and Projected Revenue

Residence Hall Impact

Proposed room rates for FY18 have been held to an increase of 6.0-7.0%. Increased revenue of approximately \$259,000 will be used to assist in meeting financial obligations associated with renovation projects in the residence hall system and new residence hall construction.

Other estimated expenses for FY18 are expected to increase moderately, with most increases coming from changes in fringe benefit expenses, utility rates, and building maintenance.

Memorial Union Impact

The proposed rates for meal plans represent a 0.0% increase in food plan costs to students, and a decrease of \$1.00 on the All Access and 14 Block Meal Plans to allow for a whole dollar semester price.

Review of Proposal Increases

The Residence Hall and meal plan increases were developed in consultation with students who live in the residence halls and serve on the Memorial Union board of directors which has student board member positions representing the Residence Halls and Associated Student Government. The proposed meal plan pricing information contained in this document was presented to the Memorial Union Board of Directors and approved by that body on October 7, 2016. During the week of October 10, 2016, Freshmen Residence Hall Council and Morse Activities Council were presented a draft version of this document with time for open comment and discussion. These representative organizations supported the proposed housing rates for AY2017-2018.

**Emporia State University
Housing System Financial Report Summary Prepared for KBOR Increase Request
Fiscal Years 2015 through 2019**

	Projected <u>FY 2019</u>	Projected <u>FY 2018</u>	Projected <u>FY 2017</u>	Actual <u>FY 2016</u>	Actual <u>FY 2015</u>
Gross Operating Revenue	\$4,098,145	\$4,098,145	\$4,014,585	\$4,178,227	\$3,971,972
Salaries and Wages	1,184,584	1,184,584	1,184,584	1,184,584	1,199,750
Other Operating Expenditures	<u>784,631</u>	<u>784,631</u>	<u>784,631</u>	<u>784,631</u>	<u>654,500</u>
Gross Operating Expense	<u>1,969,215</u>	<u>1,969,215</u>	<u>1,969,215</u>	<u>1,969,215</u>	<u>1,854,250</u>
Gross Operating Revenue Gain/(Loss)	<u>\$2,128,930</u>	<u>\$2,128,930</u>	<u>\$2,045,370</u>	<u>\$2,209,012</u>	<u>\$2,117,722</u>
Capital Improvements Expense	\$36,084	\$36,084	\$36,084	\$36,084	\$23,904
Major Maintenance & Repair	\$410,000	\$410,000	\$400,000	\$255,222	377,901
Depreciation Replacement Fund	\$750,000	\$750,000	\$1,000,000	\$1,685,860	0
Annual Debt Service	713,030	712,630	717,105	708,117	723,652
Other Transfers	<u>200,000</u>	<u>200,000</u>	<u>200,000</u>	<u>184,881</u>	<u>52,226</u>
Net Operating Revenue Gain/(Loss)	<u><u>\$19,816</u></u>	<u><u>\$20,216</u></u>	<u><u>(\$307,819)</u></u>	<u><u>(\$661,152)</u></u>	<u><u>\$940,039</u></u>
Operating Fund Balance-June 30th	\$777,593	\$807,777	\$837,561	\$1,145,380	\$1,806,532
Occupancy Rate as of 20th day	91.8%	91.8%	91.8%	96.1%	97.2%
Long Term Debt Outstanding	\$4,235,000	\$4,745,000	\$5,235,000	\$5,710,000	\$6,160,000

**Major Maintenance & Repair
Planned***

Fiscal Year 2017:			\$400,000		
Fiscal Year 2018:		\$410,000			
Fiscal Year 2019:	\$410,000				

***Capital Improvements/Major Maintenance & Repair Description**

FY 2018 Major Repairs -- fan coil units Towers --continued door replacement Towers -- furniture R&R
 FY 2018 Major Repairs -- Singular-Trusler west entrance, exterior renovation -- improved roof access Singular-Trusler
 FY 2017 Major Repairs -- roof repairs Morse, internet and wireless update
 FY 2017 Major Repairs --fan coil units Towers -- continued door replacement Towers -- furniture R&R
 FY 2016 Major Repairs - Central Morse Hall -- upgrade lounge, reception center, fan coil units, game room Towers -- update furniture
 FY 2016 Continued Bathroom renovation Central Morse Hall
 FY 2015 Major Repairs - Central Morse Hall, room doors, flooring, blinds, paint, Lobby in Towers
 FY 2015 Bathroom renovation Central Morse Hall

**FORT HAYS STATE UNIVERSITY
DIVISION OF STUDENT AFFAIRS
Department of Residential Life**

Consistent with Board of Regents policy, the following amendments to the Comprehensive Fee Schedule are submitted to the Board's November 2016 meeting.

Recommended Residence Hall & Apartment Rates – 2017-2018
Rates are reported for both fall and spring semesters

McMindes Hall Double Room Rates, Fall & Spring Semester

Accommodations/Plan	2016-2017 Rate	2017-2018 Proposed Rate	Difference in Amount	Difference in Percentage
No meal plan	\$3,729	\$3,796	\$67	1.8%
Open access meal plan	\$7,669	\$7,853	\$184	2.4%
10 meals per week	\$7,493	\$7,673	\$180	2.4%
7 meals per week	\$7,437	\$7,615	\$178	2.4%

Residence Hall Single Room Rates, Fall & Spring Semester*

Premium charge of \$610 will be added for any single room accommodation in standard McMindes and Wiest Rooms. This results in an increase of 1.8% in the room charge for the next academic year.

Proposed Wiest Replacement (Temporary Name) Hall Room Rates, Fall & Spring Semester*

Accommodations/Plan	2016 – 2017 Rate	2017-2018 Rate	Difference	Difference in Percentage
No meal plan	N/A	\$4,096	N/A	N/A
Open access meal plan	N/A	\$8,153	N/A	N/A
10 meals per week	N/A	\$7,973	N/A	N/A
7 meals per week	N/A	\$7,915	N/A	N/A

Proposed Themed Housing Rates

Accommodations/Plan	2016 – 2017 Rate	2017-2018 Rate	Difference	Difference in Percentage
No meal plan	N/A	\$4,096	N/A	N/A
Open access meal plan	N/A	\$8,153	N/A	N/A
10 meals per week	N/A	\$7,973	N/A	N/A
7 meals per week	N/A	\$7,915	N/A	N/A

Residence Hall Single Room Rates, Fall & Spring Semester*

Premium charge of \$610 will be added for any single room accommodation in standard McMindes, Wiest, and Themed Rooms. This results in an increase of 1.8% in the room charge for the next academic year.

Tiger Place Suites, Fall & Spring Semester

Accommodations	2016-2017 Rate	2017-2018 Proposed Rate	Difference in Amount	Difference in Percentage
No meal plan	\$4,828	\$4,915	\$87	1.8%
Open access meal plan	\$8,768	\$8,978	\$210	2.4%
10 Meals per week	\$8,592	\$8,798	\$206	2.4%
7 Meals per week	\$8,536	\$8,741	\$205	2.4%

Dane G. Hansen Scholarship Hall, Fall & Spring Semester

Accommodations	2016-2017 Rate	2017-2018 Proposed Rate	Difference in Amount	Difference in Percentage
No meal plan	\$2,790	\$2,840	\$50	1.8%
Open access meal plan	\$6,847	\$6,903	\$56	1.0%
10 Meals per week	\$6,667	\$6,723	\$56	1.0%
7 Meals per week	\$6,609	\$6,666	\$57	1.0%

Wooster Place Apartment, Fall & Spring Semester (10 Months)

Accommodations (Unfurnished)	2016-2017 Rate	2017-2018 Proposed Rate	Difference in Amount	Difference in Percentage
1 Bedroom	\$5,364	\$5,461	\$97	1.8%
2 Bedroom	\$5,817	\$5,922	\$105	1.8%
2 Bedroom Shared	\$4,743	\$4,828	\$85	1.8%

Stadium Place Apartment, Fall & Spring Semester (10 Months)

Accommodations	2016-2017 Rate	2017-2018 Proposed Rate	Difference in Amount	Difference in Percentage
2 Bedroom	\$5,817	\$5,922	\$105	1.8%
4 Bedroom	\$5,280	\$5,375	\$95	1.8%

Additional Fees

Fee	2016-2017 Rate	2017-2018 Proposed Rate	Difference in Amount	Difference in Percentage
Application fee	\$40	\$40	\$0	0%
Late fee	\$25	\$25	\$0	0%

Weekly Rates

Accommodations	2016-2017 Rate	2017-2018 Proposed Rate	Difference in Amount	Difference in Percentage
Early arrival for students with housing contracts	\$126	\$129	\$3	2.4%
Guest room	\$175	\$179	\$4	2.4%

Daily Rates

Accommodations	2016-2017 Rate	2017-2018 Proposed Rate	Difference in Amount	Difference in Percentage
Early arrival for students with housing contracts	\$57	\$58	\$1	1.8%
Guest Room	\$229	\$233	\$4	1.8%

Summer Term

Accommodations	2016-2017 Rate	2017-2018 Proposed Rate	Difference in Amount	Difference in Percentage
Camper daily rate for a double room	\$13	\$13	\$0	0%
Camper daily rate for a single room	\$26	\$26	\$0	0%

**FORT HAYS STATE UNIVERSITY
PROPOSED INCREASES IN RESIDENCE HALL, CONTRACT BOARD AND APARTMENT
RENTAL RATES AND FEES
2017 -2018**

Business Impact of Proposed Rates

Expenditure Impact

The proposed increase of 1.8%, matching HEPI (Higher Education Pricing Index), in the traditional residence halls, suites, and apartments and an increase of 3.0% in contract board rates, equaling a blended increase of 2.4%, (down .2% from last year) will generate approximately \$228,000 in additional revenue for the 2018 fiscal year. These resources will become part of the base budget and will be used for capital improvements and increases in ongoing operating expenses as a result of inflation. Gross revenue estimates as a result of the increase in bed numbers equal approximately \$700,000 annually (96 new beds at 90% occupancy at \$8,100 per bed). The added revenue, after expenses of normal operation including food service payments, will offset a portion of the bond payment of \$1.6 million resulting from debt assumed to finance the replacement of Wiest Hall and the addition of the Themed Housing project. The balance of the bond payment will be made from current net operating revenues.

Improvements include upgrades to security (electronic key access) which includes all facilities within the next four years. Continuation of the McMIndes and Custer renovations will include asbestos abatement, furnishing upgrades, and electrical upgrades. We will also furnish our new facilities that will open in the fall of 2017 and begin the process of a mattress rotation across campus to ensure that all mattresses are replaced in a timely and effective manner. Due to the upcoming changes in the overtime rules and regulations it is expected the overall cost of operation will increase. Management will do everything it can to minimize the impact of the overtime changes but we do expect hourly wage expense to increase.

Full time and student staff positions will also be modified, at additional cost, to meet the needs of more residents, to improve programming efforts within Residential Life, to recruit and retain successful full time and graduate staff, to adhere to new FLSA policies and to support the overall University effort to improve retention and graduation rates.

Estimated Benefits from Proposal

The proposed rate of increase in university housing will be used to help offset general operating expense increases including health insurance cost increases and normal inflation, increases in the board rates proposed by Chartwells, our food service provider, due to increases in overall food and costs of operation, and will help fund facility improvements throughout residential life. Scheduled facility improvements include asbestos abatement in McMIndes Hall to allow for removing of built in furniture to be replaced with modular furniture, electrical improvements in McMIndes Hall and capital expenditures related to replacement and demolition of Wiest Hall.

Alternatives to Proposal

The proposed rates of increase depicted on the accompanying “Recommended Residence Hall and Apartment Rates—2017-2018” were determined to be the most advantageous to all parties concerned. The rate proposal was presented to the Residence Hall Association at its regular meeting on October 20, 2016, and was approved. No alternatives were discussed.

Impact of Not Implementing Proposal

The rate increases proposed are to cover anticipated and known increases in operational costs for Residential Life. While the operation could survive without the increase future plans for the maintenance, improvement, and replacement of facilities would have to be reconsidered. The goal of Residential Life over the next five

years is to replace or refurbish all its facilities and to accomplish that its price increases minimally should be near inflation during that time period. Construction continues for the replacement of Wiest Hall and Themed Housing, with an anticipated completion date of August 2017. Once its replacement is complete Wiest Hall will be razed. The project is anticipated to include an expansion of the current food service facility and more than 500 beds which will provide 63 additional beds. With the opening of the Hansen Scholarship Hall beds will be increased by 96.

Supplemental Financial Information	Projected	Estimated	Actual	Actual
KBOR Rate Increase Request	FY 2018	FY 2017	FY 2016	FY 2015
Gross Operating Revenue	\$ 10,777,894	\$ 9,678,601	\$ 9,462,606	\$ 9,372,689
Gross Operating Expense	\$ 6,117,587	\$ 6,021,678	\$ 5,791,555	\$ 5,657,082
Gross Operating Revenue(Loss)	\$ 4,660,307	\$ 3,656,923	\$ 3,671,051	\$ 3,715,607
Capital Improvements Expense*	\$ 3,450,000	\$ 4,375,000	\$ 2,128,874	\$ 793,472
Annual Debt Service**	\$ 2,742,844	\$ 1,071,203	\$ 1,040,003	\$ 1,009,712
Other Capital Expenditures		\$ -		
Net Operating Revenue(Loss)	\$ (1,532,537)	\$ (1,789,280)	\$ 502,174	\$ 1,912,423
Occupancy Rate	90%	90%	88%	90%
Reserve Balance (EOY)	\$ 2,800,608	\$ 4,333,146	\$ 6,122,425	\$ 5,620,251
L/T Debt Outstanding	\$ 26,025,000	\$ 26,765,000	\$ 26,765,000	\$ -
Capital Improvements Planned*				
FY 2017		\$ 4,375,000		
FY 2018	\$ 3,450,000			
* Capital Improvements Description:				
FY 2017- Wiest replacement capital investment, McMIndes Hall Improvements				
Custer windows.				
FY 2018- Wiest Hall Razing, McMIndes Improvements and Upgrades, Wiest Replacement				
Debt Service:				
** Agnew replacement cash flow guarantee and annual bond payment				

2. Act on Tuition Proposal for Kansas City, Missouri President Bardo
Metropolitan Area Students to Pay Resident Tuition
Rate – WSU

Within its tuition and fee proposals presented to the Board of Regents in May and June 2016, Wichita State University requested that residents of the nine Missouri counties identified within the Kansas City Metropolitan Statistical Area pay resident tuition rates. The nine counties are: Jackson, Platte, Cass, Clay, Clinton, Caldwell, Ray, Lafayette, and Bates. The Board deferred action on that aspect of WSU's tuition proposal in June. WSU now requests that the Board act on the proposal, effective with the Fall 2018 semester.

The request is similar to the Shocker City Partnership rate which applies to residents of specified counties in Oklahoma and Texas, granting them the WSU resident rate (\$3,192.60 per semester) rather than the non-resident \$7,562.40 semester rate. The Shocker Select rate applies to students from the other counties in Oklahoma and Texas who pay 150 percent of the resident rate (\$4,788.90 per semester).

To summarize, the purpose of the request is to encourage development of relationships within the metropolitan areas connected to Wichita along the emerging I-35 region composed of both the Texas Triangle and the Central Plains. Because of its location, Wichita has the potential to be affected by economic growth in both regions, and could serve as an economic link between the two. Over time, the economy of Wichita can prosper by focusing on creating meaningful linkages with the core economic engines to the south of the state, both in Oklahoma and Texas, as well as to the northeast in Kansas City.

The request is considered a key component of the institution's strategy to promote development of relationships with businesses in this region to encourage trade and expansion of the Wichita region. Part of creating regional capacity that encourages regional connectivity is the capacity of the workforce. By encouraging recruitment of out-of-state students, especially students from the economic hubs of the region, tuition policy can enhance the regional workforce. Other universities have found that if jobs are available, 20 to 35 percent of out-of-state students will remain in the state after graduation. Many others will return to their home metropolitan areas, but they take with them knowledge and relationships that can act as informal linkages in the development of regional networks. As with the Innovation Campus, WSU is attempting to use tuition policy as another tool in its strategy to promote capacity for greater economic growth within the south-central Kansas region.

The table following this section compares the undergraduate resident rates of the state universities, some of which currently have authorization to offer discounted tuition rates to students in this region, as outlined below.

First, the Midwest Student Exchange Program (MSEP) is an interstate initiative established by the Midwestern Higher Education Commission (MHEC) to increase educational opportunities for students in its member states. This tuition discount program, includes the seven participating states of Kansas, Indiana, Michigan, Minnesota, Missouri, Nebraska, North Dakota and Wisconsin. The Midwest Student Exchange Program seeks to provide more affordable educational opportunities for students to attend out-of-state institutions. It also strives to facilitate enrollment efficiency in those institutions which have excess capacity in existing programs. All of the state universities participate in the program to some extent, which offers qualified students the 150 percent of resident tuition rate.

At the University of Kansas, the MetroKC tuition rate for Missouri residents applies only to upper-level (junior/senior) undergraduate and graduate level courses offered on the KU Edwards Campus in Overland Park. The student must be an admitted degree-seeking or non-degree seeking Missouri resident and must be enrolled in courses at that campus. Degree-seeking students must be admitted to an Edwards Campus degree program. Missouri residents of Bates, Buchanan, Cass, Clay, Clinton, Henry, Jackson, Johnson, Lafayette, Platte or Ray counties for the past 12 consecutive months are eligible to apply for the discounted rate. The resident undergraduate rate for the Missouri students is \$4,789.50 per semester, compared to the non-resident semester

rate of \$12,480.75. The Lawrence campus does not offer a similar rate.

The Gorilla Advantage Tuition Program grants certain non-resident students from specified counties in Missouri, Oklahoma and Arkansas to pay resident tuition and fees to Pittsburg State University. The eligible counties in Missouri include five of the Kansas City metropolitan area as well as others along the western edge of the state. The Gorilla Edge Tuition Program allows permanent residents of the other counties in Missouri, as well as the States of Arkansas, Oklahoma and Texas to pay 150 percent of the resident tuition rate plus fees. Undergraduate resident tuition at PSU is \$2,698 per semester, compared to a non-resident rate of \$8,074 per semester and a “150 percent” rate of \$4,047.

The Corky Plus Tuition rate grants residents of certain Missouri counties (Buchanan, Cass, Clay, Jackson and Platte) to attend Emporia State University at the resident tuition rate. ESU charges a flat rate tuition for undergraduate students who take ten or more credit hours on campus in a semester. The ESU resident rate is \$2,446.25 per semester, compared to the non-resident rate of \$9,052.75. For residents of the other Missouri counties, Nebraska, Colorado, and Texas, there is a NEARR Fee rate that is equal to 150 percent of resident tuition (\$3,667.50 per semester).

For residents of a state contiguous to Kansas, Fort Hays State University offers a contiguous state rate for on-campus courses which is equal to 150 percent of the resident rate (\$2,841.53 per semester for contiguous states compared to \$1,894.35 per semester for resident students or \$6,665.70 for non-residents).

Undergraduate Students from 9 Missouri KC Metro Counties					
Fall 2015 Census Head Count					
University of Kansas					
Resident tuition \$319.30/Non-Resident \$832.05					
	Head Count	Current Tuition at 15 credit hours	New Tuition at 15 credit hours	Semester Tuition Reduction	Annual Tuition Reduction
Missouri Reciprocal (Resident Tuition)	50	239,475.00	239,475.00	-	
Midwest Student Exchange (150% of Resident Tuition)	29	208,343.25	138,895.50	69,447.75	138,895.50
Non-Waived Missouri Students (Non-Resident Tuition)	347	4,330,820.25	1,661,956.50	2,668,863.75	5,337,727.50
Total KC Metro Undergrad Students	426	4,778,638.50	2,040,327.00	2,738,311.50	5,476,623.00
Breakeven	998		4,778,638.50		

Graduate Students from 9 Missouri KC Metro Counties					
Fall 2015 Census Head Count					
University of Kansas					
Resident tuition \$395.00/Non-Resident \$924.00					
	Head Count	Current Fall Tuition at 9 credit hours	New Tuition at 9 credit hours	Semester Tuition Reduction	Annual Tuition Reduction
Missouri Reciprocal (Resident Tuition)	148	526,140.00	526,140.00	-	
Non-Waived Missouri Students (Non-Resident Tuition)	172	1,430,352.00	611,460.00	818,892.00	1,637,784.00
Total KC Metro Graduate Students	320	1,956,492.00	1,137,600.00	818,892.00	1,637,784.00
Breakeven	550		1,955,250.00		

Based on students with home addresses in Missouri counties defined in the Kansas City Metropolitan Statistical Area (MSA) Bates, Caldwell, Cass, Clay, Clinton, Jackson, Lafayette, Platte and Ray.
 Head Counts do not include students who participate in the Architecture Undergraduate Reciprocity program.

Undergraduate Students from 9 Missouri KC Metro Counties

Fall 2015 Census Head Count

University of Kansas - Medical Center

Resident tuition \$319.46/Non-Resident \$832.07

	Head Count	Current Fall Tuition (est)	New Tuition (est)	Semester Tuition Reduction	Annual Tuition Reduction
Non-Waived Missouri Students (Non-Resident Tuition)	16	139,445.00	61,655.00	77,790.00	155,580.00
Total KC Metro Undergrad Students	16	139,445.00	61,655.00	77,790.00	155,580.00
Breakeven (based on 12 hours/semester)	37		139,445.00		

Graduate Students from 9 Missouri KC Metro Counties

Fall 2015 Census Head Count

University of Kansas - Medical Center

Resident tuition \$393.23/Non-Resident \$924.00

	Head Count	Current Fall Tuition (est)	New Tuition (est)	Semester Tuition Reduction	Annual Tuition Reduction
Non-Waived Missouri Students (Non-Resident Tuition)	113	435,220.00	303,180.00	132,040.00	264,080.00
Total KC Metro Graduate Students	113	435,220.00	303,180.00	132,040.00	264,080.00
Breakeven (based on 7 hours/semester)	159		435,220.00		

Medical Students from 9 Missouri KC Metro Counties Fall 2015 Census Head Count University of Kansas - Medical Center Resident tuition \$17,689.46/Non-Resident \$31,319.35					
	Head Count	Current Fall Tuition	New Tuition (est)	Semester Tuition Reduction	Annual Tuition Reduction
Non-Waived Missouri Students (Non-Resident Tuition)	16	501,109.60	283,031.36	218,078.24	436,156.48
Total KC Metro Medical Students	16	501,109.60	283,031.36	218,078.24	436,156.48
Breakeven	29		501,109.60		

Based on students with home addresses in Missouri counties defined in the Kansas City Metropolitan Statistical Area (MSA)
 Bates, Caldwell, Cass, Clay, Clinton, Jackson, Lafayette, Platte and Ray.

Total: 855,816

Tuition rates are for the 2016-17 fiscal year. Tuition analysis takes into account the large number of hours taken online which are already assessed at the resident rate.

Undergraduate Students from 9 Missouri KC Metro Counties Fall 2016 Census Head Count Kansas State University Resident tuition \$300.40/Non-Resident \$797.10					
	Head Count	Current Tuition at 15 credit hours	New Tuition at 15 credit hours	Semester Tuition Reduction	Annual Tuition Reduction
Missouri Reciprocal (Resident Tuition)	71	319,926.00	319,926.00	-	
Midwest Student Exchange (150% of Resident Tuition)	46	310,914.00	207,276.00	103,638.00	207,276.00
Non-Waived Missouri Students (Non-Resident Tuition)	309	3,694,558.50	1,392,354.00	2,302,204.50	4,604,409.00
Total KC Metro Undergrad Students	426	4,325,398.50	1,919,556.00	2,405,842.50	4,811,685.00
Breakeven	960		4,325,760.00		

Graduate Students from 9 Missouri KC Metro Counties Fall 2016 Census Head Count Kansas State University Resident tuition \$402.90/Non-Resident \$909.50					
	Head Count	Current Fall Tuition at 9 credit hours	New Tuition at 9 credit hours	Semester Tuition Reduction	Annual Tuition Reduction
Missouri Reciprocal (Resident Tuition)	17	61,643.70	61,643.70	-	
Midwest Student Exchange (150% of Resident Tuition)	1	5,439.15	3,626.10	1,813.05	3,626.10
Non-Waived Missouri Students (Non-Resident Tuition)	68	556,614.00	246,574.80	310,039.20	620,078.40
Total KC Metro Graduate Students	86	623,696.85	311,844.60	311,852.25	623,704.50
Breakeven	172		623,689.20		

Based on students with home addresses in Missouri counties defined in the Kansas City Metropolitan Statistical Area (MSA)

Bates, Caldwell, Cass, Clay, Clinton, Jackson, Lafayette, Platte and Ray.

Head Counts do not include students who participate in the Architecture Undergraduate Reciprocity program.

Undergraduate Students from 9 Missouri KC Metro Counties					
Fall 2016 Census Head Count					
Wichita State University					
Resident tuition \$212.84/Non-Resident \$504.16					
	Head Count	Current Tuition at 15 credit hours	New Tuition at 15 credit hours	Semester Tuition Reduction	Annual Tuition Reduction
Missouri Reciprocal (Resident Tuition)	86	274,563.60	274,563.60	-	
Midwest Student Exchange (150% of Resident Tuition)	159	761,435.10	507,623.40	253,811.70	507,623.40
Non-Waived Missouri Students (Non-Resident Tuition)	54	408,369.60	172,400.40	235,969.20	471,938.40
Total KC Metro Undergrad Students	299	1,444,368.30	954,587.40	489,780.90	979,561.80
Breakeven	452		1,444,368.30		

Graduate Students from 9 Missouri KC Metro Counties					
Fall 2016 Census Head Count					
Wichita State University					
Resident tuition \$287.39/Non-Resident \$705.81					
	Head Count	Current Fall Tuition at 9 credit hours	New Tuition at 9 credit hours	Semester Tuition Reduction	Annual Tuition Reduction
Missouri Reciprocal (Resident Tuition)	7	30,175.95	30,175.95	-	-
Non-Waived Missouri Students (Non-Resident Tuition)	9	57,170.61	23,278.59	33,892.02	67,784.04
Midwest Student Exchange (150% of Resident Tuition)	5	19,398.83	12,932.55	6,466.28	12,932.55
Total KC Metro Graduate Students	21	106,745.39	66,387.09	40,358.30	80,716.59
Breakeven	41		06,745.39		

Based on students with home addresses in Missouri counties defined in the Kansas City Metropolitan Statistical Area (MSA) Bates, Caldwell, Cass, Clay, Clinton, Jackson, Lafayette, Platte and Ray.

Undergraduate Students from 5 Missouri KC Metro Counties Fall 2016 Census Head Count Emporia State University Flat Rate Tuition - Resident \$2,446.25/NEARR \$3,667.50							
	Counties	Head Count	Hours	Current Fall Tuition	New Tuition	Semester Tuition Reduction	Annual Tuition Reduction
NEARR (150% of Resident Tuition)	Lafayette	1	12	3,667.50	2,446.25	1,221.25	2,442.50
Total KC Metro Undergrad Students		1		3,667.50	2,446.25	1,221.25	2,442.50

Graduate Students from 5 Missouri KC Metro Counties Fall 2016 Census Head Count Emporia State University Resident tuition \$246.75/NEARR \$370.50							
	Counties	Head Count	Hours	Current Fall Tuition	New Tuition	Semester Tuition Reduction	Annual Tuition Reduction
NEARR (150% of Resident Tuition)	Ray	1	6	2,223.00	1,480.50	742.50	1,485.00
Waiver - Employed in Kansas (Resident Tuition)	Bates	1	3	740.25	.25	-	-
Total KC Metro Graduate Students		2		2,963.25	2,220.75	742.50	1,485.00

Based on students with home addresses in Missouri counties Clinton, Caldwell, Ray, Lafayette and Bates.
 Cass, Clay, Jackson, and Platte are currently approved for resident rates under the Corky Plus Program and are not listed.
 Students who reside in Missouri receive the NEARR tuition which is 150% of Resident tuition.

Undergraduate Students from 9 Missouri KC Metro Counties
 Fall 2015 Census Head Count
Pittsburg State University
 Full Time Rates
 Resident Tuition \$2,698/Non-Resident \$8,074

	Head Count	Full Time Rate	Computed Tuition Out of State Rate	Semester Difference	Annual Difference
Gorilla Advantage	401	\$ 1,081,898.00	\$ 3,237,674.00	\$ (2,155,776.00)	\$ (4,311,552.00)
Gorilla Edge	6	16,188.00	48,444.00	(32,256.00)	(64,512.00)
Regular Tuition	3	8,094.00	24,222.00	(16,128.00)	(32,256.00)
Total KC Metro Undergrad Students	410	\$ 1,106,180.00	\$ 3,310,340.00	\$ (2,204,160.00)	\$ (4,408,320.00)
Breakeven*	137				

Graduate Students from 9 Missouri KC Metro Counties
 Fall 2015 Census Head Count
Pittsburg State University
 Full time Rates
 Resident Tuition \$3,109/Non-Resident \$8,151

	Head Count	Current Fall Tuition Full Time	Computed Tuition Out of State Rate	Semester Difference	Annual Difference
Gorilla Advantage	16	\$ 49,744.00	\$ 130,416.00	\$ (80,672.00)	\$ (161,344.00)
Regular Tuition	1	3,109.00	8,151.00	(5,042.00)	(10,084.00)
Total KC Metro Graduate Students	17	\$ 52,853.00	\$ 138,567.00	\$ (85,714.00)	\$ (171,428.00)
Breakeven*	7				

Based on students with home addresses in Missouri counties defined in the Kansas City Metropolitan Statistical Area (MSA)--
 Bates, Caldwell, Cass, Clay, Clinton, Jackson, Lafayette, Platte and Ray.

*Number of students who would have to pay the full out-of-state rate to collect the same amount of tuition currently being collected.

Undergraduate Students from 9 Missouri KC Metro Counties					
Fall 2016 Census Head Count					
Fort Hays State University					
Resident tuition \$162.79/Non-Resident \$480.88					
	Head Count	Current Tuition at 15 credit hours	New Tuition at 15 credit hours	Semester Tuition Reduction	Annual Tuition Reduction
Missouri Reciprocal (Resident Tuition)	0	-	-	-	-
Midwest Student Exchange (150% of Resident Tuition)	33	120,871.58	80,581.05	40,290.53	80,581.05
Non-Waived Missouri Students (Non-Resident Tuition)		-	-	-	-
Total KC Metro Undergrad Students	33	120,871.58	80,581.05	40,290.53	80,581.05
Breakeven	38		92,448.24		

Graduate Students from 9 Missouri KC Metro Counties					
Fall 2016 Census Head Count					
Fort Hays State University					
Resident tuition \$225.25/Non-Resident \$574.08					
	Head Count	Current Fall Tuition at 9 credit hours	New Tuition at 9 credit hours	Semester Tuition Reduction	Annual Tuition Reduction
Missouri Graduate Assistanceshipt (Resident Tuition)	6	30,408.75	19,155.60	11,253.15	22,506.30
Non-Waived Missouri Students (Non-Resident Tuition)	0	-	-	-	-
Total KC Metro Graduate Students	6	30,408.75	19,155.60	11,253.15	22,506.30
Breakeven	12		30,408.75		

Based on students with home addresses in Missouri counties defined in the Kansas City Metropolitan Statistical Area (MSA)
 Bates, Caldwell, Cass, Clay, Clinton, Jackson, Lafayette, Platte and Ray.

C. *Other Matters*

1. Appoint Member to the Johnson County Education Research Triangle Authority **Blake Flanders,
President and CEO**

Summary

The Johnson County Education Research Triangle Authority (JCERTA) was created in November 2008 when Johnson County residents voted to create it and to impose a one-eighth cent sales tax to support undergraduate and graduate programs at the Edwards campus of the University of Kansas, the research and education programs in animal health and food safety and security at the Johnson County location of Kansas State University and the medical education and life sciences and cancer research programs at the University of Kansas Medical Center's Johnson County locations.

The Authority is charged with overseeing the imposition, collection and distribution of the sales tax. The Authority's functions are performed by a seven member board of directors consisting of one member appointed by the Governor, one member appointed by the Board of Regents, one member appointed by the Johnson County Commission, one member appointed by the Johnson County Community College Board of Trustees, two members appointed by the Chancellor of the University of Kansas (one to represent the medical center and one to represent the Edwards campus), and one member appointed by the President of Kansas State University.

Ed Eilert has served as the Board of Regents appointment and his second term expires on November 30, 2016. By law, terms on the Authority are limited to two. The Johnson County Education Research Triangle Authority appointment statute (K.S.A. 19-5004) requires that the Board's appointee be an elected official of Johnson county. Board staff recommends appointing Olathe, Kansas Mayor Michael Copeland to serve a four-year term on the authority board. Below is a short bio of Mayor Copeland.

Michael Copeland is now serving his fifth term as Mayor of the City of Olathe. He was first elected Mayor in April, 2001. Prior to that, he served as an at-large Councilmember and Mayor Pro Tem, positions he had held since April, 1995. He was first elected to the Olathe City Council in 1993 to represent Ward 4.

Mike was honored with the 2011 Martin Luther King, Jr. Legacy Award by the Olathe Branch of the NAACP. His leadership and success in promoting equal opportunities and fostering understanding and appreciation among diverse groups in the Olathe community were also recognized by the Olathe Human Relations Commission, who presented him with their Chairman's Award in 2010.

A 1994 graduate of Leadership Olathe, Mike is a member of the Olathe Chamber of Commerce Board of Directors, the Johnson County Community College Foundation Board, and the Board of Directors for Union Station Kansas City. He is a past member of the Greater Kansas City Chamber of Commerce Board and KC SmartPort Board and is past Chairman of the Johnson and Wyandotte Counties Council of Mayors.

Mike received the 2007 Citizen of the Year Award from the Olathe Chamber of Commerce. A member of the Board of Directors for KVC Health Systems, Inc., he received their Community Partner Award in 2005. That same year, he was named Citizen of the Year by KidsTLC.

Mike is a strong advocate for our military and was honored with an Employer Support of the Guard and Reserve Patriot Award in 2006 for his support of City employees and their families deployed with the National Guard and Reserve.

An active proponent of literacy, Mike was named a Daily Points of Light Award winner in 2007 for his work with the Olathe Reads program and "I Read With Mayor Mike" literacy initiative in Olathe's Title 1 elementary schools. His efforts to promote reading to Olathe youth received state-wide recognition when he was honored with a 2007 Friends of Education Award by the Confidence in Kansas Public Education Task Force.

Mike serves as Honorary Chairman of the Olathe Mayor's Christmas Tree Fund, which supports eighteen local charities who serve Olathe children and families.

A graduate of MidAmerica Nazarene University in Olathe, Mike received the University's 2009 Alumnus of the Year Award. He is a 2004 recipient of MNU's Distinguished Community Service Award.

Mike is the 58th and longest-serving Olathe Mayor. He is Olathe Market President at Bank of Blue Valley, and he and his wife, Maria, live in Olathe with their two daughters, Olivia and Abigail, and son Joshua.

2. Receive Report from Kansas Postsecondary Technical Education Authority and Appoint Two Members to the Authority

**Scott Smathers,
VP, Workforce Development**

Summary

The Kansas Postsecondary Technical Education Authority (TEA) met on Thursday, October 27, 2016. Members recommended approval of a new Computer Support Specialist program submitted by Wichita Area Technical College. After review and discussion, Members approved State Innovative Technology grants for Flint Hills Community College and Johnson County Community College.

The TEA also discussed future plans and goals for the upcoming year. Items that will be pursued include:

- *Recommending to the Board of Regents that they pursue TEA being reauthorized for a 5-year period beginning July 1, 2017*
- *Evaluating whether residency requirements for community colleges should match those of the technical colleges*
- *Look at measuring college outcomes as well as inputs*
- *Work on reducing obstacles to partnerships for colleges*
- *Continue supporting the growth and funding of SB 155*
- *Streamline and better define the new program approval process for state funding*
- *Determine how to get more business & industry interaction*

With two existing members leaving the TEA at the end of December proposed nominations to the TEA to serve a term from 2017-2019 are:

Mike Johnson (replacing Linda Fund) recommended by the community colleges

Mike began working at M&M Equipment in 1982 at their Great Bend, KS location. In 1984 Mike was promoted to managing the warehouse and sales locations in Abilene and Odessa, TX. He assumed the general manager position over Kansas operations in 1992, was named President in 2001 and became the sole owner of M&M Equipment in Dec, 2011. Currently, M&M Equipment has locations in Great Bend, KS; Perryton, TX and Iola, KS. Mike was also a founding partner of Wellheads Systems, Inc. (WSI) in 2007. WSI is a leading manufacturer of wellhead equipment for the oil & gas industry and distributes its products both domestically and internationally. Mike sold his ownership share in WSI in 2012. In 1999 Mike was elected to the Barton Community College Board of Trustees. He is currently in his 5th term with 17 years of service and has served in the Board Chairman's position since 2009. Mike has also served on the governing boards of Hap Dumont Baseball, American Legion Baseball, St. Rose Parish Council, Great Bend Chamber of Commerce, Great Bend Community Theater, and Chairman of 3I Show. In addition, Mike has been on the KACCT (Kansas Association of Community College Trustees) Board of Directors for past 15 years and is the current President of KACCT. He and his wife, Linda, have been married for 34 years and have two grown sons.

Rita Johnson (replacing Steve Kearney) recommended by the technical colleges

Rita has been actively involved with career technical education for more than 30 years and has held a variety of positions and served on numerous CTE committees and boards at the local, state and national levels. She began teaching in 1973, and after a stint as an executive assistant in the private sector, returned to education and served in a number of instructional and administrative roles focused on technical education for both the Wichita Public Schools and the Wichita Area Technical College. Rita had to quickly shift focus from the local to the state and national perspective after joining the staff at the Kansas Board of Regents in 2005. For the next 11 years, Rita served as the Senior Director for Workforce Innovation and as Vice President for Workforce Development from which she retired this past July. Rita received both a Master of Science and Bachelor of Science in Education degrees from Emporia State University. She and her husband, Ed, live in Wichita and have been married for 45 years. They have two grown sons and 13 grandchildren.

Background

As a reminder in October of 2010 the Board adopted a process (see below) on periods of service the four Board appointments to the TEA.

PROCESS FOR APPOINTING MEMBERS TO THE TECHNICAL EDUCATION AUTHORITY

- All four Board appointments should continue to serve at the will and pleasure of the Board, with the expectation of a period of service not to exceed 3 years, or until the particular appointee’s successor is named.
- An individual should not be appointed to serve more than two 3-year periods, for a total of 6 six years.
- Board appointments should be staggered, to preserve continuity.
- Of the Board’s four appointments, the periods of service should be as follows:
 - Board members, or designees, July 1 through June 30
 - Community college rep, January 1 through December 31
 - Technical college rep, January 1 through December 31
- When naming a Board member, or designee, the Chair and Vice Chair of the Board will work with the Board of Regents to identify two individuals to serve.
- When naming a community college representative, the Board President and CEO shall work with a representative of the Kansas Association of Community College Trustees to identify one or more individuals meeting the statutory criteria, and the Board President and CEO will then submit an individual’s name to the Board for consideration.
- When naming a technical college representative, the Board President and CEO shall work with a representative of the Kansas Technical College Association to identify one or more individuals meeting the statutory criteria, and the Board President and CEO will then submit an individual’s name to the Board for consideration.
- The Board should generally make appointments to the TEA in the time frame of its regular meetings in September or October (for January appointments) and March or April (for June appointments).

3. Act on Non-Budgetary Legislative Proposals

**Matt Casey,
Director, Government Relations**

Summary

At last month's meeting, the Board received a first read on the below non-budgetary legislative items. These items are now ready for final action.

1. LEGISLATIVE PROPOSAL: FORESIGHT 2020 STRATEGIC PLAN CONCURRENT RESOLUTION

Request: A resolution supporting the strategic plan of the 60% attainment goal.

Background: In 2014 the Board of Regents introduced a Concurrent Resolution supporting the *Foresight 2020* strategic plan and the 60% attainment goal. This bill did not secure passage last session.

Impact: Will show Legislative support for the Board's *Foresight 2020* Strategic Plan

Fiscal Note: No fiscal Impact

Proponents: Board of Regents

Draft of Proposed Legislation:

A CONCURRENT RESOLUTION supporting the Kansas board of regents' strategic plan for postsecondary education excellence, known as Foresight 2020.

WHEREAS, The goals of the Kansas board of regents' strategic plan for postsecondary education known as Foresight 2020 are to increase postsecondary education attainment among Kansans, improve alignment of the state's postsecondary education system with the needs of the Kansas economy and ensure state university excellence; and

WHEREAS, The state, its businesses and industries, and individual Kansans will be best served if the board of regents is supported in its efforts to achieve these goals; and

WHEREAS, Achieving a postsecondary education credential can be a contributing factor to the success of citizens in getting and retaining high quality jobs; and

WHEREAS, Retaining individuals who have postsecondary credentials in Kansas is encouraged for meeting workforce demands and ensuring a competitive Kansas workforce; and

WHEREAS, Attaining an increased level of postsecondary education is encouraged for economic prosperity for the state and the individual; and

WHEREAS, Increasing educational attainment among the adult population is one of the most important objectives for any state:

Now, therefore, Be it resolved by the House of Representatives, the Senate of the State of Kansas, concurring therein: That the legislature supports the Kansas board of regents' strategic plan for achieving postsecondary education attainment, as set forth in Foresight 2020, and specifically the objective of increasing to 60% or more by the year 2020 the number of Kansas adults who have a certificate, associate's degree or a bachelor's degree; and Be it further resolved: That the legislature encourages the board of regents, in consultation with the local

boards of education, secretary of commerce, secretary of labor, commissioner of education, postsecondary educational institutions, the Washburn institute of technology, private business and industry, and other interested entities, to develop and execute a plan to increase the overall postsecondary educational attainment among Kansans needed to fuel economic growth in Kansas; and Be it further resolved: That the legislature, in consultation with the Kansas board of regents, encourages the development of a performance based funding formula that will help achieve the desired goals; and Be it further resolved: That the Secretary of State shall send an enrolled copy of this resolution to the chair of the Kansas board of regents, secretary of commerce, secretary of labor and commissioner of education.

2. LEGISLATIVE PROPOSAL: REVIEW PROPOSED PRIVATE AND OUT OF STATE POSTSECONDARY FEE STATUTE AMENDMENT

Request: K.S.A. 2015 Supp. 74-32,181, authorizes the Kansas Board of Regents to charge fees that must be paid by private and out-of-state postsecondary institutions operating in Kansas and subject to the Private Postsecondary Act. These fees are used by the Board to fund the regulatory duties associated with enforcing this Act. The 2011 Kansas Legislature established a July 1, 2017 sunset clause as part of K.S.A. 2015 Supp. 74-32,181 which, if no changes to the statute are made, will eliminate the Board's authority to charge these fees after that date. To effectively meet the Board's regulatory and consumer protection responsibilities in an increasingly complex private, for-profit and out-of-state sector, staff recommends the Board authorize efforts to amend K.S.A. 2015 Supp. 74-32, 181 and seek legislation to eliminate the sunset clause.

Background: Pursuant to K.S.A. 2015 Supp. 74-32,181, the Kansas Board of Regents (KBOR) is authorized to charge fees which are paid by private and out-of-state postsecondary educational institutions operating in Kansas and subject to the provisions of the Act set forth at K.S.A. 2015 Supp. 74-32,162 et seq. These fees provide KBOR with its main source of financial support for the work done to regulate this sector, and the Board's authority to charge such fees sunsets July 1, 2017.

Impact: The proposed statute amendment would simply eliminate the sunset clause and extend the Board's authority to charge fees to regulate private and out-of-state postsecondary institutions. If the 2017 Legislature does not eliminate the sunset clause set forth in K.S.A. 2015 Supp. 74-32,181, the Board's authority to charge any fees to this sector expires as of July 1, 2017. If elimination of the sunset clause is approved by the Legislature, the amendment would not raise or change any of the fees, but merely allow the Board to continue charging fees used to pay for the cost of regulating this sector.

In 2011 there were 155 institutions approved to operate in Kansas under this Act. In 2015 that number increased to 221, a 42.6% increase. Due to the marked increase in the number institutions, and the complexity of private and out-of-state postsecondary institutions seeking to operate and/or solicit students in Kansas, there has been rapid growth in the amount of work and time it takes to process, review and regulate this sector of postsecondary education.

Without the fees authorized in K.S.A. 2015 Supp. 74-32,181 and paid by the institutions being regulated, the Board would need to either use state funding, thus requiring Kansas tax payers to pay for state regulatory work done in connection with these private/for profit and out-of-state entities, or would no longer be able to adequately regulate these institutions operating in Kansas.

Fiscal Note: Without the fees authorized in K.S.A. 2015 Supp. 74-32,181 and paid by the institutions being regulated, the Board would need to either use state funding, thus requiring Kansas tax payers to pay for state regulatory work done in connection with these private/for profit and out-of-state entities, or would no longer be able to adequately regulate these institutions operating in Kansas.

Staff Recommendation: Staff recommends the Board authorize efforts to amend K.S.A. 2015 Supp. 74-32,181 to eliminate the sunset clause which would extend the Board's authority to continue to charge fees to regulate private and out-of-state postsecondary institutions.

Proponents: Board of Regents

Draft of Proposed Legislation:

74-32,181. Fees. (a) The state board shall fix, charge and collect fees not to exceed the following amounts by adopting rules and regulations for such purposes:

(1) For institutions domiciled or having their principal place of business within the state of Kansas:

Initial application fees:

Non-degree granting institution \$2,000

Degree granting institution \$3,000

Initial evaluation fee (in addition to initial application fees):

Non-degree level \$750

Associate degree level \$1,000

Baccalaureate degree level \$2,000

Master's degree level \$3,000

Professional or doctoral degree level \$4,000

Renewal application fees:

Non-degree granting institution 2% of gross tuition,
but not less than \$800, nor more than \$25,000

Degree granting institution 2% of gross tuition,
but not less than \$1,600, nor more than \$25,000

New program submission fees, for each new program:

Non-degree program \$250

Associate degree program \$500

Baccalaureate degree program \$750

Master's degree program \$1,000

Professional or doctoral degree program \$2,000

Program modification fee, for each program \$100

Branch campus site fees, for each branch campus site:

Initial non-degree granting institution \$1,500

Initial degree granting institution \$2,500

Renewal branch campus site fees, for each branch campus site:

Non-degree granting institution 2% of gross tuition,
but not less than \$800, nor more than \$25,000

Degree granting institution 2% of gross tuition,
but not less than \$1,600, nor more than \$25,000

On-site branch campus review fee, for each site \$250

Representative fees:

Initial registration \$200

Renewal of registration \$150

Late submission of renewal of application fee \$125

Student transcript copy fee \$10

Returned check fee \$50

Changes in institution profile fees:

Change of institution name \$100

Change of institution location \$100

Change of ownership only \$100

(2) For institutions domiciled or having their principal place of business outside the state of Kansas:

Initial application fees:

Non-degree granting institution \$4,000

Degree granting institution \$5,500

Initial evaluation fee (in addition to initial application fees):

Non-degree level \$1,500

Associate degree level \$2,000

Baccalaureate degree level \$3,000

Master's degree level \$4,000

Professional or doctoral degree level \$5,000

Renewal application fees:

Non-degree granting institution 3% of gross tuition,
but not less than \$2,400, nor more than \$25,000

Degree granting institution 3% of gross tuition,
but not less than \$3,000, nor more than \$25,000

New program submission fees, for each new program:

Non-degree program \$500

Associate degree program \$750

Baccalaureate degree program \$1,000

Master's degree program \$1,500

Professional or doctoral degree program \$2,500

Program modification fee, for each program \$100

Branch campus site fees, for each branch campus site:

Initial non-degree granting institution \$4,000

Initial degree granting institution \$5,500

Renewal branch campus site fees, for each branch campus site:

Non-degree granting institution 3% of gross tuition,
but not less than \$2,400, nor more than \$25,000

Degree granting institution 3% of gross tuition,
but not less than \$3,000, nor more than \$25,000

On site branch campus review fee, for each site \$500

Representative fees:

Initial registration \$350

Renewal of registration \$250

Late submission of renewal of application fee \$125

Student transcript copy fee \$10

Returned check fee \$50

Changes in institution profile fees:

Change of institution name \$100

Change of institution location \$100

Change of ownership only \$100

(b) Fees shall not be refundable.

(c) If there is a change in the ownership of an institution and, if at the same time, there also are changes in the institution's programs of instruction, location, entrance requirements or other changes, the institution shall be required to submit an application for an initial certificate of approval and shall pay all applicable fees associated with an initial application.

(d) An application for renewal shall be deemed late if the applicant fails to submit a completed application for renewal, or documentation requested by the state board to complete the renewal process, before the expiration date of the current certificate of approval.

(e) The state board shall determine on or before June 1 of each year the amount of revenue which will be required to properly carry out and enforce the provisions of the Kansas private and out-of-state postsecondary educational

institution act for the next ensuing fiscal year and shall fix the fees authorized for such year at the sum deemed necessary for such purposes within the limits of this section

(f) Fees may be charged to conduct onsite reviews for degree granting and non-degree granting institutions or to review curriculum in content areas where the state board does not have expertise.

~~(g) The provisions of this section shall expire on June 30, 2017.~~

3. LEGISLATIVE PROPOSAL: AUTHORITY TO SELL MULTIPLE PROPERTIES

- a) **Issue Background: Washington Marlatt Park** – In 1940 Charles Lester Marlatt and his sister Abby Lillian Marlatt donated 160 acres of land in Riley County for a park as a memorial to their father, Reverend Washington Marlatt. Reverend Marlatt was a founder and the first principal of Bluemont Central College chartered in 1858. Bluemont Central College was accepted by the Legislature in 1863 as the state's land grant university, Kansas State University. In 1965, Seth Child Road (K-113) construction began, isolating the acreage on the east side of the road 7.5 acres from the rest of the park's 152.5 acres remaining on the west side of the road. Kansas State University on behalf of the Marlatt Park Committee is requesting legislative authority to sell the 7.5 acres on the east side of Seth Child Road. This parcel does not contribute to the character of the park and is a potential liability. The funds from the sale of the land would be used for the ongoing maintenance of the park. The park remains a valuable resource to K-State for teaching/research programs. It is also used by the community.

Rationale/Consequences: The 7.5 acres is separated from the remaining 152.5 acres of Washington Marlatt Park and is not used by the institution or the community.

Fiscal and Administrative Impact: The Washington Marlatt Park Committee would no longer have to manage a small parcel not connected to the larger park.

Impact on Other State Agencies: No fiscal impact to other state agencies.

What would happen if proposal was not enacted? Kansas State University would continue to own and maintain the 7.5 acres of Washington Marlatt Park.

Draft Proposed Legislation: The state board of regents is hereby authorized and empowered, for and on behalf of Kansas state university to sell and convey all of the rights, title and interest in the following described real estate located in Riley county, Kansas: A tract of land in the Southwest Quarter of Section 35, Township 9 South, Range 7 East of the 6th P.M., described as follows: BEGINNING at the Northeast corner of said Quarter Section, the East line having an assumed bearing of North 00 degrees 18 minutes East; FIRST COURSE, thence South 89 degrees 20 minutes WEST, 163.7 feet along the North line of said Quarter Section; SECOND COURSE: thence South 00 degrees II minutes East, 1869.4 feet; THIRD COURSE: thence South 16 degrees 56 minutes East to a point on the said East line, 300 feet North of the Southeast corner of said Quarter Section; FOURTH COURSE: thence North 00 degrees 18 minutes East along said East line to the place of beginning. The above contains 7.51 acres (7.49 acres Measured), more or less, exclusive of the existing highway. Conveyance of such rights, title and interest in such real estate shall be executed in the name of the state board of regents by its chairperson and executive officer. When the sale is made, the proceeds thereof shall be deposited in the Marlatt memorial park restricted use account of Kansas state university to be used for maintenance of such park.

- b) **Issue Background: Triangle Property** – The Kansas State University Foundation in 2013 constructed the facility which houses the Kansas Department of Agriculture. The building was developed on the property in such a manner which left .838 of an acre of property belonging to Kansas State University as undevelopable. The University is seeking authority to sell this .838 of an acre of property.

Rationale/Consequences: The small acreage is not easily accessible and is not available for development.

Fiscal and Administrative Impact: None

Impact on Other State Agencies: None

What would happen if proposal was not enacted? Kansas State University would continue to own the property.

Draft Proposed Legislation: The state board of regents is hereby authorized and empowered, for and on behalf of Kansas state university to sell and convey all of the rights, title and interest in the following described real estate located in Riley county, Kansas The real property described as Tract A, Kansas State University Addition, an addition to the City of Manhattan, Kansas located in Section 7, Township 10 South, Range 8 East of the 6th Principal Meridian, in the City of Manhattan, Riley County, Kansas, as set forth in Plat Book K, page 677, in the office of Register of Deeds of Riley County, Kansas. When the sale is made, the proceeds thereof shall be deposited in the restricted fees account of Kansas state university.

- c) **Issue Background: Purebred Unit** – The Site Specific Risk Assessment conducted for the United States Department of Homeland Security (DHS) for the National Bio and Agro Defense Facility (NBAF) identified the Purebred Beef Unit located next to NBAF as a potential security issue. DHS asked the State of Kansas and Kansas State University to consider relocating the Purebred Beef Unit. A Memorandum of Understanding signed in the Fall of 2013 by DHS Secretary Janet Napolitano and Governor Sam Brownback stated:

- ii. Recognize \$5.2 million of the actual cost of relocating the Purebred Beef Unit against Kansas’ anticipated contribution of \$307 Million for the use towards NBAF.

Rationale/Consequences: The movement of the Purebred Beef Unit from the property immediately adjoining the NBAF site was requested by the United States Department of Homeland Security for security purposes.

Fiscal and Administrative Impact: None

Impact on Other State Agencies: The Legislature has appropriated the funds to relocate the Purebred Beef Unit and bonds have been sold for this purpose.

What would happen if proposal was not enacted? It would be a potential security issue for the University and DHS to retain the Purebred Beef Unit on this site.

Draft Proposed Legislation: The state board of regents is hereby authorized and empowered, for and on behalf of Kansas state university, to sell and convey all of the rights, title and interest subject to all easements and appurtenances in the following described real estate located in Riley county, Kansas Lot 3, Kansas State University Addition, an Addition to the City of Manhattan, Riley County, Kansas, filed of record at the Riley County Register of Deeds office on September 16, 2010, in Book K, on Page 677. When the sale is made, the proceeds thereof shall be deposited in the restricted fees account of Kansas state university.

4. LEGISLATIVE PROPOSAL: WSU PROPERTY EXCHANGE WITH KANSAS GAS AND ELECTRIC COMPANY (KG&E), A WHOLLY-OWNED SUBSIDIARY OF WESTAR ENERGY, INC.

Request: Request legislation to exchange certain state-owned property with KG&E.

Background: Wichita State University (WSU) and KG&E have been discussing, and intend to pursue, a mutually beneficial exchange of land. The exchange would provide KG&E the space necessary to replace an aging substation with a new substation to increase reliability and added capacity via larger transformers and additional circuits. The proposed site would provide sufficient space for a planned conversion of the 69 kV line to 138 kV. These upgrades are essential to the anticipated growth of WSU and the surrounding area. In addition to the aforementioned, the exchange would improve access to WSU's material storage area due to the closer proximity of the Physical Plant complex. In exchange for the difference in land cost KG&E has proposed their willingness to direct bury overhead electrical lines in connection with a separate project along 21st St., between Mike Oatman drive and Oliver St. Not only will this add safety and reliability to the area by having the lines underground, the aesthetics will hopefully be a contributing factor in promoting economic development along this corridor. KG&E has estimated the costs to bury the lines underground vs. running the lines overhead at \$537,000 Per K.S.A. 75-3042a, contacted the Office of Judicial Administration to appoint appraisers for the two properties. Two appraisers were appointed and contacted to perform the appraisals. The property currently held by WSU is appraised at \$260,000, and the property currently held by Westar is appraised at \$86,400 making the difference in value \$173,600. As noted above, the estimated cost to bury the electrical lines is \$537,000 if the university proceeded without the land transfer.

Impact: Benefit to Wichita State University, KG&E, and the neighboring Wichita community served by the new substation.

Fiscal Note: None

Proponents: Wichita State University and KG&E

Opponents: None known at this time

Draft of Proposed Legislation:

Section 1. (a) The state board of regents, for and on behalf of Wichita state university, is hereby authorized to exchange and convey all of the rights, title and interest in the real property described in subsection (b) in consideration for the real property described in subsection (c) along with other good and valuable consideration negotiated between the parties. The exchange and conveyance of real property by the state board of regents under this section shall be executed in the name of the state board of regents by its chairperson and its chief executive officer. The deed for such conveyance may be by warranty deed or by quitclaim deed as determined to be in the best interests of the state by the state board of regents in consultation with the attorney general. No exchange and conveyance of real estate and improvements thereon as authorized by this section shall be made by the state board of regents until the deeds and conveyances have been reviewed and approved by the attorney general and, if warranty deeds are to be the instruments of conveyance, title reviews have been performed or title insurance has been obtained and the title opinion or the certificates of title insurance, as the case may be, have been approved by the attorney general.

(b) In accordance with the provision of this section, the state board of regents is hereby authorized to exchange and convey the following described real property located in Sedgwick county, Kansas:

A parcel of land in the Northeast Quarter of Section 11, Township 27 South, Range 1 East of the Sixth Principal Meridian, Wichita, Sedgwick County, Kansas described as follows:

Beginning at the Southwest corner of Lot 1, Wheatshocker Addition to Wichita, Sedgwick County, Kansas; thence bearing North 00°00'00" East along the West line of said Lot 1 for a distance of 160.00 feet; thence bearing North 89°39'30" East, parallel with the South line of said Lot 1, for a distance of 80.00 feet; thence bearing North 00°00'00" East parallel with the West line of said Lot 1 for a distance of 6.00 feet; thence bearing North 89°39'30" East, parallel with the South line of said Lot 1, for a distance of 62.00 feet; thence bearing South 00°00'00" West, parallel with the West line of said Lot 1, for a distance of 166.00 feet to the South line of said Lot 1; thence bearing South 89°39'30" West, along the South line of said Lot 1, for a distance of 142.00 feet to the Point of Beginning; said Parcel encompassing 0.53 acres, more or less (23,092 square feet, more or less).

(c) In accordance with the provisions of this section, Wichita state university is hereby authorized to accept title to the following described real property to be conveyed to the university:

Beginning at a point 200 feet north of the SW corner of the NE/4 of Section 11, Township 27 South, Range 1 East, thence north 150 feet; thence east 80 feet; thence south 150 feet; thence west to the point of beginning, together with the right of ingress and egress to and from the same. LESS: The Southernmost 6 feet of the above describe property.

Sec. 2. This act shall take effect and be in force from and after its publication in the statute book.

4. Receive Additional Non-Budgetary Legislative Proposals (First Read)

Summary

The Kansas Postsecondary Technical Education Authority (TEA) is scheduled to sunset on June 30, 2017. To continue to operate as defined by statute beyond that date, legislation is needed. Below is the TEA reauthorization proposal.

LEGISLATIVE PROPOSAL: Postsecondary Technical Education Authority (TEA) Reauthorization

Request: Technical amendment of K.S.A 72-4484, to extend the expiration date until June 30, 2022 from June 30, 2017.

Background: The Postsecondary Technical Education Authority (TEA) is currently scheduled to sunset on June 30, 2017. For the TEA to continue in operation as defined by existing legislation beyond June 30, 2017 the expiration date needs to be extended.

Impact: Impact of this proposal would mean the Postsecondary Technical Education Authority (TEA) would continue to operate with the same powers and duties as currently authorized until June 30, 2022.

Fiscal Note: Minimal to no impact on the State General Fund (SGA) is projected.

Draft Bill Language:

Section 1. K.S.A. 2016 Supp. 72-4484 is hereby amended to read as follows: 72-4484. The provisions of K.S.A. ~~2015~~ 2016 Supp. 72-4481, 72-4482 and 72-4483, and amendments thereto, shall expire on June 30, ~~2017~~ 2022.

5. Receive First Read on Wichita Area Technical College and Wichita State University Merger Proposal

President Bardo & President Utash

Summary

Wichita Area Technical College (WATC) is the local technical college that provides certificate and technical skills education to the Wichita MSA. Wichita State University (WSU) and WATC have a long partnership through transfer agreements known as Shocker Pathways. In order to build on this and increase educational opportunities for Kansans, WATC and WSU are requesting legislative authorization to merge the two entities and create a School of Applied Sciences and Technology within WSU.

Legislative Proposal: Wichita Area Technical College and Wichita State University Merger

Request: To merge Wichita Area Technical College and Wichita State University and create a new School of Applied Sciences and Technology

Impact: Impact of this proposal would mean that WSU could assist WATC in developing new programs designed to meet the needs of industry through certificates, associates degrees and additionally bachelors, masters degrees and PhD through the proposed merger. The new school would operate with open admissions requirements as WATC currently does, and students within that school wishing to take classes offered outside the school would have to meet the admissions requirements currently in place for WSU. WATC and WSU believe this will allow more Kansans access to the GED to PhD continuum ultimately growing the Kansas economy.

Fiscal Note: The legislation is budget neutral. Funds for technical education will be accounted for separately from the rest of WSU. Non-tiered funding (general education funding) will be based off the most recent year’s data and placed in WSU’s base budget and will not grow in future years.

Draft of Proposed Legislation:

Summary of legislation for WSU/WATC merger

This draft of SB 451 will be re-numbered for next year’s legislative session.

Change name to Wichita state university school of applied sciences and technology

New Section 1: Is the enabling legislation to merge WATC and WSU and create the Wichita state university school of applied sciences and technology

Section 2: is the definition section

Section 3: Post-Secondary tiered technical education state aid (change)

Section 4: Post-secondary fund accounting

Section 5: SB 155 money (change)

Section 6: Career technical education capital outlay aid (change)

Section 7 Kansas technology innovation and internship program (change)

Section 8 WATC statute clean up

Section 9 Non-tiered grant funding (annual lump sum equal to year of merger and will never increase)

Section 10 GED/Credential post-secondary education performance-based incentive funds (change)

Section 11 Repealed statutes

Section 12 effective date

Session of 2017

SENATE BILL No. XX
By Committee on Ways and Means

AN ACT concerning postsecondary education; authorizing the merger and consolidation of Wichita state university and Wichita area technical college; amending K.S.A. 72-4472 and K.S.A. 2015 Supp. 71-1802, 71-1803, 71-1808, 72-4417, 72-4440, 72-4466, 72-4480 and 72-4490 and repealing the existing sections.

Be it enacted by the Legislature of the State of Kansas:

New Section 1. (a) The Wichita area technical college, authorized and designated as a technical college pursuant to K.S.A. 72-4472, prior to its expiration, with a governing board established pursuant to K.S.A. 72-4470a, and amendments thereto, hereby is merged and consolidated with and made part of Wichita state university and the institutional infrastructure of the college hereby is officially designated as the Wichita state university school of applied sciences and technology. Except as otherwise provided herein, the Wichita state university school of applied sciences and technology shall be governed by and operated as a school within Wichita state university.

(b) The governing board of the Wichita area technical college, established pursuant to K.S.A. 72-4470a, and amendments thereto, shall become the industry advisory board to the president of Wichita state university for the Wichita state university school of applied sciences and technology and all the powers granted to the governing board of any technical college by law shall be transferred to Wichita state university subject to the rules and regulations and supervision of the board of regents. The president of Wichita state university shall appoint the members of the industry advisory board.

(c) The Wichita state university school of applied sciences and technology shall provide education and training, applied research and engaged service to enhance the business and economic competitiveness of Kansas. The Wichita state university school of applied sciences and technology shall offer programs that focus on critical areas of regional competitiveness, including credential and degree programs ranging from a general educational development (GED) credential to a doctoral degree. The industry advisory board shall review non-credit and credit programs with the president, provost, school dean or executive director and other senior staff of the school to ensure that such programs are aligned with the current and emerging needs of industry for an educated and trained workforce, and shall provide input into changes in each advisory board member's industry sector that affect academic programs.

(d) Subject to K.S.A. 2016 Supp. 72-4418, and amendments thereto, persons who are admitted by Wichita state university into the school of applied sciences and technology as degree-seeking students in career technical education courses or programs terminating with an associate of applied studies degree and persons admitted into the school of applied sciences and technology as nondegree-seeking students in career technical education certificate programs shall not be subject to the admission requirements set forth in K.S.A. 2016 Supp. 76-717, and amendments thereto. Students admitted into the school of applied sciences and technology who subsequently seek to transfer into another school, or into a bachelor's, masters, doctorate, or non-technical associate degree program, or into a non-technical certificate program shall, at the time of such transfer, be subject to the admission

requirements set forth in K.S.A. 2016 Supp. 76-717, and amendments thereto. Persons seeking a non-technical certificate, non-technical associate degree or any bachelors, masters or doctorate degree shall be subject to the admission requirements set forth in K.S.A. 2016 Supp. 76-717, and amendments thereto. All other rules and regulations, policies and statutory provisions applicable to Wichita state university shall apply to the admission of persons into the school of applied sciences and technology, including residency requirements and the setting of tuition and fees.

(e) For purposes of K.S.A. 2016 Supp. 71-1803, K.S.A. 2016 Supp. 72-4417, K.S.A. 2016 Supp. 72-4442, K.S.A. 2016 Supp. 72-4466, and K.S.A. 2016 Supp. 72-4490, and amendments thereto, the Wichita state university school of applied sciences and technology will receive funding for all tiered technical courses in board of regents approved technical programs.

(f) Whenever the Wichita area technical college, or words of like effect, is referred to or designated by any statute, contract or other document, such reference or designation shall be deemed to apply to the Wichita state university school of applied sciences and technology.

(g) The merger effected by this section shall not affect any contract, agreement or assurance in effect on the effective date of this section. All lawful debts of the Wichita area technical college shall be assumed and paid by Wichita state university.

(h) Subject to authorization by the state board of regents, all personnel of the Wichita area technical college, who are necessary, in the opinion of the president of Wichita state university, to the operation of the Wichita state university school of applied sciences and technology, shall become personnel of Wichita state university. The employment of such personnel shall be deemed to have been uninterrupted.

(i) No suit, action or other proceeding, judicial or administrative, lawfully commenced, or which could have been commenced, by or against the Wichita area technical college, or by or against any personnel of the Wichita area technical college, shall abate by reason of the merger effected by this section. Any such suit, action or other proceeding may be allowed to be maintained by or against Wichita state university. No criminal action commenced or which could have been commenced by the Wichita area technical college shall abate by reason of the merger effected by this section.

(j) The provisions of this section shall be effective from and after the date on which the merger described in subsection (a) is approved by the higher learning commission of the north central association of colleges and schools.

Sec. 2. K.S.A. 2016 Supp. 71-1802 is hereby amended to read as follows: 71-1802. As used in K.S.A. 2015 Supp. 71-1801 through 71-1810, and amendments thereto:

(a) "Community college" means any community college established in accordance with chapter 71 of the Kansas Statutes Annotated, and amendments thereto.

~~(b) "Community college operating grant" means the operating grant provided for under subsection (a) of K.S.A. 71-620(a), and amendments thereto, prior to fiscal year 2012.~~

~~(c)~~ (1) "Credit hour" means the basic unit of collegiate level instruction, as determined by the state board, in a subject or course offered by an eligible institution at a postsecondary level not higher than those programs or courses normally offered to freshmen and sophomores in four-year public institutions of postsecondary education, in a program that has been approved by the state board.

(2) The term "credit hour" does not include instruction in a program or course taken by a student enrolled for audit or not for postsecondary credit, or in any program or course not approved by the state board.

(3) The state board shall determine whether the programs and courses offered are at the level of freshmen and sophomore programs and courses offered in the state educational institutions and shall not approve for funding any program or course offered at a higher level.

~~(d)~~(c) "Eligible institution" or "institution" means any community college, technical college or the institute of technology or Wichita state university school of applied sciences and technology.

~~(e)~~(d) "Institute of technology," "institute" or "Washburn institute of technology" means the institute of technology at Washburn university.

~~(f)~~(e) "Non-tiered course" means any postsecondary credit-bearing course offered by an eligible institution and identified by the state board as not meeting the definition of a tiered technical course. Non-tiered courses include

courses that are generally designed to: (1) Contribute to academic knowledge or skills across multiple disciplines and occupations, such as communication, writing, mathematics, humanities, social or behavioral science and natural or physical science courses, some of which may be considered for transfer as general education credit toward a baccalaureate degree; (2) contribute to general knowledge or skills in areas such as critical thinking and reasoning, problem solving, use of technology and teamwork skills; (3) provide instruction in basic or foundational skills necessary for individuals to effectively participate in technical programs; (4) prepare individuals for certification or licensure exams or re-certifications and skill updates; or (5) allow individuals to explore various career opportunities. Seminars, workshops or other courses that are supplemental to the primary instruction required for the occupationally specific technical program shall be considered non-tiered courses, unless otherwise specified by the state board.

~~(g)~~(f) "State board of regents" or "state board" means the state board of regents provided for in the constitution of this state and established by K.S.A. 74-3202a, and amendments thereto.

~~(h)~~(g) "Technical college" means a technical college designated pursuant to K.S.A. ~~72-4472~~, 72-4473, 72-4474, 72-4475, 72-4477 or 72-4477a, and amendments thereto.

~~(i)~~(h) "Technical program" means any program of study comprised of a sequence of tiered technical courses and non-tiered courses, which program is identified by the state board as a technical program for funding purposes. Technical programs must: (1) Be designed to prepare individuals for gainful employment in current or emerging technical occupations requiring other than a baccalaureate or advanced degree; (2) lead to technical skill proficiency, an industry-recognized credential, a certificate or an associate degree; and (3) be delivered by an eligible institution.

~~(j)~~(i) "Tiered technical course" means a postsecondary credit-bearing course included in the sequence of courses comprising a technical program, which course is itself designed to provide competency-based applied instruction to prepare individuals with occupationally specific knowledge and skills necessary for employment, and which the state board has identified as a tiered technical course.

~~(k)~~(j) "Tiered technical course credit hour" means a credit hour in a tiered technical course.

~~(l)~~(k) "Washburn institute of technology operating grant" means any legislative appropriation designated for non-tiered courses delivered by the Washburn institute of technology.

Sec. 3. K.S.A. 2016 Supp. 71-1803 is hereby amended to read as follows: 71-1803. (a) In each fiscal year, ~~commencing with the 2012 fiscal year~~, each community college, technical college, ~~and~~ the Washburn institute of technology and *Wichita state university school of applied sciences and technology* is eligible for postsecondary tiered technical education state aid from the state general fund for postsecondary tiered technical course credit hours approved by the state board and delivered by the institution to students who are residents of the state of Kansas, in an amount to be determined by the state board using a credit

hour cost calculation model that: (1) Is tiered to recognize and support cost differentials in providing high-demand, high-tech training; (2) takes into consideration target industries critical to the Kansas economy; (3) is responsive to program growth; (4) takes into consideration local taxing authority for credit hours generated by in-district students; and (5) includes other factors and considerations as deemed necessary or advisable by the state board. The state board shall establish the rates to be used as the state's share in a given year, as well as in the actual distribution.

~~(b)~~ (c) For purposes of K.S.A. ~~2015-Supp.~~ 72-1801 through 72-1810, and amendments thereto, residency for all community college students shall be determined in accordance with K.S.A. 71-406 and 71-407, and amendments thereto, and residency for all technical college, ~~and~~ Washburn institute of technology and *Wichita state university school of applied sciences and technology* students shall be determined in accordance with laws or policies applicable to those institutions.

~~(c)~~ In fiscal year 2012, any portion of the appropriation for postsecondary tiered technical education state aid that an institution actually receives that is in excess of the amount of community college operating grant or postsecondary aid that the institution received for fiscal year 2011 shall be considered new state funds for purposes of K.S.A. 74-3202d, and amendments thereto.

Sec. 4. K.S.A. 2016 Supp. 71-1808 is hereby amended to read as follows: 71-1808. (a) There is hereby established

a postsecondary technical education fund in each community college and at Washburn university for the Washburn institute of technology. All moneys received by a community college or for the institute of technology for establishing, conducting, maintaining and administering any technical program ~~shall~~ *may* be deposited in the postsecondary technical education fund, unless required by federal or state law to be deposited in the institution's general fund. The expenses of a community college or the institute of technology that are attributable to career technical education shall be paid from the ~~postsecondary technical education~~ fund in which it is deposited.

(b) There is hereby established a general operating fund in each technical college budget. All moneys received by a technical college for delivering tiered technical course credit hours and non-tiered course credit hours shall be deposited in the general operating fund of the college. The expenses of a technical college that are attributable to career technical education shall be accounted for separately from the expenses of the college that are not attributable to career technical education.

(c) *For any eligible institution that is not subject to the provisions of subsection (a) or (b), all moneys received by such institution for establishing, conducting, maintaining and administering any technical program shall be deposited in the general operating fund for such institution. The expenses of such institution that are attributable to career technical education shall be paid from the general operating fund of such institution.*

~~(e) (d) Community colleges, technical colleges, and the Washburn institute of technology~~ *Wichita state university school of applied sciences and technology* shall maintain fund accounting procedures as may be necessary to assure proper accounting for funds for career technical education courses, whether received directly from the federal government or any of its agencies, or received through the state or any of its agencies.

Sec. 5. K.S.A. 2016 Supp. 72-4417 is hereby amended to read as follows: 72-4417. (a) Students admitted to a career technical education course or program which is conducted by the school district in which the student is enrolled may be charged fees but shall not be charged tuition.

(b) Postsecondary students admitted to a career technical education course or program shall pay tuition and fees as provided by laws applicable thereto.

(c) (1) Secondary students admitted to a career technical education course or program which is conducted by a community college, technical college ~~or~~, the institute of technology *or Wichita state university school of applied sciences and technology* may be charged fees, but shall not be charged tuition.

(2) Each school year, to the extent there are sufficient moneys appropriated to the career technical education secondary program, the state board of regents shall distribute state funds to community colleges, technical colleges ~~and~~, the Washburn institute of technology *and Wichita state university school of applied sciences and technology* for the cost associated with secondary students enrolled in postsecondary career technical education programs as determined by the state board of regents.

(3) For purposes of this subsection:

(A) "Community college" means any community college established in accordance with chapter 71 of the Kansas Statutes Annotated, and amendments thereto.

(B) "Fees" means those charges assessed against a student by a community college, technical college ~~or~~, the institute of technology, *or Wichita state university school of applied sciences and technology* for student services, such as health clinics, athletic activities and technology services, or for books, supplies or other materials necessary for a particular course or program, the expense of which is not covered by tuition.

(C) "Institute of technology" means the institute of technology at Washburn university.

(D) "Secondary student" means a pupil who: (i) Has not attained a high school diploma or a general educational development (GED) credential; and (ii) is regularly enrolled in and attending a public or private secondary school.

(E) "Technical college" means a technical college designated pursuant to K.S.A. ~~72-4472, 72-4473, 72-4474, 72-4475, 72-4477 or 72-4477a~~, and amendments thereto.

(F) "Tuition" means those charges assessed against a student by a community college, technical college ~~or~~, the institute of technology *or Wichita state university school of applied sciences and technology* on a per credit hour, per course or per term basis, and that are charged to cover the general expense of providing instructional services.

(d) Students admitted to a vocational education course or program which is not conducted by the school district in which the student is enrolled shall be charged tuition and fees determined in accordance with subsection (e), subject however to the following: (1) Tuition or fees, or tuition and fees may be paid for the student in accordance

with any agreement made under K.S.A. 72-4421, and amendments thereto; or

(2) if tuition of a student is not paid under paragraph (1) of this subsection, the tuition of the student shall be paid by the school district in which the student is enrolled. No school district shall pay tuition for a student who is a postsecondary student, and no school district shall be required to pay tuition or fees of a student who is eligible to have tuition and fees for the course or training the student selects paid by any state or federal agency from moneys, funds or appropriations made available under any one or more state or federal programs. Any state agency administering any one or more such programs shall pay such tuition and fees upon proper application by a student therefor.

~~(c) All tuition and fees charged for career technical education by any board shall be in such amounts as are authorized by rules and regulations adopted by the state board which shall establish general guidelines for tuition and fee schedules in career technical education courses and programs, except that tuition of postsecondary students shall be fixed in accordance with K.S.A. 72-4433, and amendments thereto. The particular tuition and fee schedule of every career technical education program shall be subject to annual approval of the state board. A current complete schedule of tuition and fees for each career technical education course and program of each board as approved by the state board shall be maintained on file in the office of the state board, and shall be open for public inspection at any reasonable time. The governing board of the community college, technical college, institute of technology or Wichita state university school of applied sciences and technology shall establish tuition and fees for career technical education courses at rates per credit hour enrolled.~~

Sec. 6. K.S.A. 2016 Supp. 72-4440 is hereby amended to read as follows: 72-4440. As used in this act:

(a) "Board," "state board," "school year" and "technical college" have the meanings respectively ascribed thereto in K.S.A. 72-4412, and amendments thereto.

(b) "Career technical education capital outlay aid" means state financial aid distributed under this act by the state board to an eligible institution for the purpose of construction, reconstruction, repair, remodeling, additions to, furnishing and equipping of buildings, architectural expenses incidental thereto, the acquisition of buildings and building sites and the acquisition of equipment.

(c) "Eligible institution" or "institution" means any technical college, Coffeyville community college, Cowley county community college, Dodge City community college, Highland community college, Hutchinson community college, Johnson county community college, Kansas City, Kansas community college, Pratt community college, Seward county community college and, the institute of technology at Washburn university and Wichita state university school of applied sciences and technology.

Sec. 7. K.S.A. 2016 Supp. 72-4466 is hereby amended to read as follows: 72-4466. As used in this act:

(a) "Community college," "technical college" and "institute of technology" have the meanings respectively ascribed thereto in K.S.A. 72-4412, and amendments thereto.

(b) "Career technical education institution" means any community college, technical college or, the institute of technology or Wichita state university school of applied sciences and technology.

(c) "Board" means the state board of regents.

(d) "Program" means Kansas technology innovation and internship program.

Sec. 8. K.S.A. 72-4472 is hereby amended to read as follows: 72-4472. (a) The Wichita area vocational school, also known as the Wichita area vocational- technical school, is authorized to be converted to and established as a technical college and, upon such conversion and establishment as provided by law, shall be officially designated as the Wichita area technical college.

(b) Whenever the Wichita area vocational school, or the Wichita area vocational-technical school, is referred to or designated by or in any statute, contract or other document, such reference or designation shall be deemed to apply to the Wichita area technical college.

(c) *The provisions of this section shall expire on the date on which the provisions of section 1, and amendments thereto, become effective pursuant to subsection 1(j), and amendments thereto.*

Sec. 9. K.S.A. 2016 Supp. 72-4480 is hereby amended to read as follows: 72-4480. (a) In each fiscal year,

commencing with the 2012 fiscal year, each technical college, as defined in K.S.A. 2015 Supp. 71-1802, and amendments thereto, is eligible for a grant from the state general fund, in an amount to be determined by the state board of regents, for non-tiered course credit hours, as defined in K.S.A. 2015 Supp. 71-1802, and amendments thereto, approved by the state board and delivered by the technical college. The method of distribution of such funds shall be established by the state board after dialogue with the technical college presidents.

(b) No amount of grant under this section shall be based upon any credit hour for which the technical college is receiving or is eligible to receive postsecondary tiered technical education state aid in accordance with K.S.A. 2015 Supp. 71-1803, and amendments thereto. Only the credit hours of students who are residents of the state of Kansas enrolled in courses for postsecondary credit shall be considered for funding.

(c) *To the extent there are sufficient moneys appropriated to the non-tiered course credit hour grant fund, Wichita state university school of applied sciences and technology shall receive a grant from the non-tiered course credit hour grant fund in the amount Wichita area technical college is receiving at the time of the merger for that fiscal year for non-tiered course credit hours, as defined in K.S.A. 2016 Supp. 71-1802, and amendments thereto, that were approved by the state board and delivered by the technical college. Thereafter, the amount so determined for the initial year of the merger shall be permanently included in Wichita state university's state general fund appropriation for operating expenditures and no additional funds shall be paid to Wichita state university from the non-tiered course credit hour grant fund. The non-tiered course credit hour grant fund shall be reduced by the amount that is transferred to Wichita state university's state general fund appropriation for operating expenditures.*

(d) The state board of regents shall identify and approve core indicators of quality performance for technical colleges and shall establish and implement a data management system that includes a process and format for collecting, aggregating and reporting common and institution-specific information documenting effectiveness of the colleges in meeting the role and mission thereof.

~~(d)~~ (e) One-half of the distribution of the appropriation for grants under this section to technical colleges eligible for such grants shall be made on August 1, and the remaining one-half shall be made on January 1 of each fiscal year, or as soon thereafter as possible. The state board shall certify, on or before July 20 and December 20 of each fiscal year, to the director of accounts and reports the amount due on August 1 or January 1, as the case may be, to each technical college eligible for a grant, and the director of accounts and reports shall draw a warrant upon the state treasurer in favor of the technical college for such amount. Upon receipt of the warrant, the treasurer of the technical college shall credit the amount of the warrant to the general fund of the technical college.

Sec. 10. K.S.A. 2015 Supp. 72-4490 is hereby amended to read as follows: 72-4490. (a) (1) Any eligible postsecondary educational institution may certify to the board of regents:

(A) The number of individuals who received a general educational development (GED) credential from such institution while enrolled in an eligible career technical education program;

(B) the number of individuals who received a career technical education credential from such institution; and

(C) the number of individuals who were enrolled in an eligible career technical education program at such institution and who are pursuing a general educational development (GED) credential.

(2) Certifications submitted pursuant to this subsection shall be submitted in such form and manner as prescribed by the board of regents, and shall include such other information as required by the board of regents.

(b) Each fiscal year, upon receipt of a certification submitted under subsection (a), the board of regents shall authorize payment to such eligible postsecondary educational institution from the postsecondary education performance-based incentives fund. The amount of any such payment shall be calculated based on the following:

(1) For each individual who has received a general educational development (GED) credential, \$500;

(2) for each individual who has received a career technical education credential, \$1,000; and

(3) for each individual enrolled in an eligible career technical education program who is pursuing a general educational development (GED) credential, \$170.

(c) That portion of any payment from the postsecondary education performance-based incentives fund that is made based on subsection (b)(2) shall be expended for scholarships for individuals enrolled in an eligible career technical education program and operating costs of eligible career technical education programs. Each eligible

postsecondary educational institution shall prepare and submit a report to the board of regents which shall include the number of individuals who received scholarships, the aggregate amount of moneys expended for such scholarships and the number of those individuals who received a scholarship that also received a career technical education credential.

(d) (1) Of that portion of any payment from the postsecondary education performance-based incentives fund that is made based on subsection (b)(3), an amount equal to \$150 for each individual shall be expended by the eligible postsecondary educational institution for the general educational development (GED) test.

(2) If any individual enrolled in an eligible career technical education program for which an eligible postsecondary educational institution has received a payment under this section fails to take the general educational development (GED) test, then such institution shall notify the board of regents in writing that no such test was administered to the individual. For each such notification received, the board of regents shall deduct an amount equal to \$150 from such institution's subsequent incentive payment.

(e) All payments authorized by the board of regents pursuant to this section shall be subject to the limits of appropriations made for such purposes. If there are insufficient appropriations for the board of regents to authorize payments in accordance with the amounts set forth in subsection (b), the board of regents shall prorate such amounts in accordance with appropriations made therefor.

(f) There is hereby created the postsecondary education performance based incentives fund. Expenditures from the postsecondary education performance-based incentives fund shall be for the sole purpose of paying payments to eligible postsecondary educational institutions as authorized by the board of regents. All expenditures from the postsecondary education performance-based incentives fund shall be made in accordance with appropriation acts upon warrants of the director of accounts and reports issued pursuant to vouchers approved by the president of the board of regents, or the president's designee.

(g) As used in this section:

(1) "Board of regents" means the state board of regents provided for in the constitution of this state and established by K.S.A. 74-3202a, and amendments thereto.

(2) "Career technical education credential" means any industry recognized technical certification or credential, other than a general educational development (GED) credential, or any technical certification or credential authorized by a state agency.

(3) "Eligible career technical education program" means a program operated by one or more eligible postsecondary educational institutions that is identified by the board of regents as a program that allows an enrollee to obtain a general educational development (GED) credential while pursuing a career technical education credential.

(4) "Eligible postsecondary educational institution" means any community college, technical college ~~or~~, the institute of technology at Washburn university *or Wichita state university school of applied sciences and technology*.

(5) "State agency" means any state office, department, board, commission, institution, bureau or any other state authority.

Sec. 11. K.S.A. 2016 Supp. 72-5445 is hereby amended to read as follows: 72-5445 (a) The provisions of K.S.A. 72-5438 through 72-5443, and amendments thereto, apply only to: (1) Teachers who have completed not less than three consecutive years of employment, and been offered a fourth contract, in the technical college, institute of technology at Washburn university, *current WATC faculty at the time of the merger with Wichita state university* or community college by which any such teacher is currently employed; and (2) teachers who have completed not less than two consecutive years of employment, and been offered a third contract, in the technical college, institute of technology at Washburn university, *current WATC faculty at the time of the merger with Wichita state university* or community college by which any such teacher is currently employed if at any time prior to the current employment the teacher has completed the years of employment requirement of paragraph (1) of this subsection in any technical college, the institute of technology at Washburn university, *current WATC faculty at the time of the merger with Wichita state university* or community college in this state.

(b) Any board may waive, at any time, the years of employment requirements of subsection (a)(1) for any teacher

employed by it.

(c) The provisions of this subsection [section] are subject to the provisions of K.S.A. 72-5446, and amendments thereto.

Sec. 12. K.S.A. 74-4939 is hereby amended to read as follows: 74-4939. Employee and employer contributions; certification of employer rate and information. (1) Except as otherwise provided in this section, the provisions of K.S.A. 74-4919 and 74-4920, and amendments thereto, shall apply to employee and employer contributions and obligations.

(2) The employer contribution rate for participating employers who are eligible employers as specified in subsections (1), (2) and (3) of K.S.A. 74-4931 and amendments thereto shall be as certified by the board. *This shall include WATC employees currently participating after the merger with Wichita State University.* Participating employers shall certify to the state board of education before September 15 of each year the anticipated total compensation to be paid during the next fiscal year to employees who are or are to become members. The state board of education shall transmit the information necessary to the division of the budget and the governor who shall include in the budget and budget document each year thereafter provisions for the transfer from the state general fund of sufficient sums to satisfy the participating employer's obligation under this act. The director of accounts and reports shall make a transfer therefor to the system quarterly, at the same time such employee contributions are remitted by such participating employers. Such transfer from the general fund of sufficient sums to satisfy the participating employer's obligation shall not include any adjustments for individual employee's service in prior periods and any required payment by a participating employer pursuant to K.S.A. 74-4990 and amendments thereto and K.S.A. 74-49,126 and amendments thereto. The employer's obligation for such adjustments shall be paid by the participating employer. Transfers required by this subsection shall be provided for annually by act of the legislature.

(3) Participating employers who are eligible employers as specified in subsection (4) of K.S.A. 74-4931 and amendments thereto shall pay to the system employer contributions at a rate of contribution as certified by the board.

(4) Upon the effective date of this act, the transfers for the employer's obligation pursuant to subsection (2) for the quarter commencing on January 1, 1987, shall be made on July 1, 1987, together with interest thereon at the rate of 6.72% per annum from the date the payment would have been made as provided in this section immediately prior to this amendment until the date paid.

Sec. 13. K.S.A. 72-4472, 74-4939 and K.S.A. 2016 Supp. 71-1802, 71-1803, 71-1808, 72-4417, 72-4440, 72-4466, 72-4480, 72-4490 and 72-5445 are hereby repealed.

Sec. 14. This act shall take effect and be in force from and after its publication in the statute book.

**6. Appoint Chair to the University of Kansas
Chancellor Search Committee and Approve Hiring
a Search Firm**

Regent Newton

Summary

One of the most important tasks of the Kansas Board of Regents is to hire the CEOs of the state universities. Below is the Board's policy on the CEO appointment process.

C. CHIEF EXECUTIVE OFFICER, FACULTY AND STAFF

2. APPOINTMENTS

...

iii. Appointment Process

(1) The Board shall establish appropriate processes for the selection of university chief executive officers.

(2) The Board may appoint a search committee that reflects the variety of constituencies of the university and is consistent with the priorities of the institution's mission statement. This committee may include, but not necessarily be limited to, classified and unclassified staff, students, faculty, administration, alumni, community members, and members of the Kansas Board of Regents. The Board may invite nominations for the committee from elected leaders or representative organizations of the various constituencies, in cases where these exist. The search committee shall review and evaluate all applications and perform such other functions as are assigned by the Board.

(3) University chief executive officer searches may be national in scope, and shall be advertised in the appropriate venue(s) and conducted according to equal employment opportunity guidelines.

(4) Chief executive officer search process options may include, but are not limited to, the following:

(a) Committee-led searches in which the search committee conducts initial interviews and campus visits, assists the Board in its due diligence responsibilities associated with the review of final candidates, and forwards names of candidates to the Board for final interviews and selection;

(b) Board-led searches in which the Board conducts initial interviews, forwards names of candidates to the search committee for campus visits and search committee interviews, the search committee assists the Board in its due diligence responsibilities associated with the review of final candidates and forwards names of finalists to the Board for selection;

(c) Closed searches, which could either be Committee-led or Board-led, in which open campus visits are not conducted.

In determining the process to be utilized, the Board shall consider: (1) which strategy will likely lead to the most qualified candidates seeking nomination to and remaining in the pool; (2) the interests and benefits of including more campus constituencies in the process; (3) the timing of the process; and (4) and other factors that impact the process.

VI. Executive Session

Board of Regents – Personnel Matter Relating to Non-Elected Personnel

VII. Adjournment

AGENDA

Fiscal Affairs and Audit Committee
Wednesday, November 16, 2016
10:15-11:45 AM, Veterans Hall of Honor, Memorial Union
Emporia State University

I. OLD BUSINESS

- A. Follow up on issues raised during the November 1 teleconference regarding FAA items on the Board's agenda and any other questions/clarifications about Board agenda items
- B. Approve minutes of October 19, 2016 Committee Meeting

II. NEW BUSINESS

- A. **FAA 17-05**, Staff Overview of the Board's Capital Budgeting Process
- B. Consider Policy Changes for Facility Approvals
- C. Audits for committee review and discussion (standing item)
- D. Other Committee Business

III. OTHER COMMITTEE ITEMS

- A. Next meeting dates
 - 1. November 29, Noon (Agenda planning conference call)
 - 2. December 14, 10:15 a.m.

AGENDA

Board Governance Committee
Wednesday, November 16, 2016
8:30-10:00
Preston Family Room, ESU

- I. APPROVE MINUTES FROM OCTOBER 19, 2016**
- II. CONSIDER BOARD APPROVED TOPICS FOR THE GOVERNANCE COMMITTEE**
 - A. GOV 17-10, Review Proposed Regulation Amendments**
 - 1. Qualified Admissions, updating list of approved courses for required curriculum, repealing outdated regulations
 - B. GOV 17-04, Review and Approve Campus Proposed Conceal Carry Policies**
 - 1. PSU – Jamie Brooksher
 - 2. KU – Jim Pottorff
 - 3. WSU – David Moses
- III. NEXT MEETING DATES**
 - A. December 14
 - B. January 18

MINUTES

GOVERNANCE COMMITTEE October 19, 2016 Minutes

The Kansas Board of Regents Governance Committee met on Wednesday, October 19, 2016. Chair Bill Feuerborn called the meeting to order at 8:30 a.m. Proper notice was given according to law.

Members Present: Bill Feuerborn, Chair
Zoe Newton
Helen Van Etten
Joe Bain
Shane Bangerter

MINUTES

Regent Newton moved to approve the minutes of September 14, 2016. Regent Van Etten seconded, and the motion carried.

CREDIT BY EXAMINATION POLICY

Karla Wiscombe, Director of Academic Affairs, presented the proposed amendments to the Credit By Examination policy. Last legislative session, a bill was passed that required the Board to adopt a policy regarding how credit hours are awarded to students who have successfully passed an exam administered through College-Level Examination Program (CLEP). She noted the Credit by Examination Task Force also recommended developing standard systemwide cut scores for CLEP and Advanced Placement (AP) credits. The purpose of this policy is to bring consistency and transparency to how the state universities will award credit for AP and CLEP examination scores for the courses at their institutions. Regent Van Etten moved to forward the proposed policy to the Board for consideration. Regent Bain seconded, and the motion carried. The following policy will be forwarded:

CHAPTER II: GOVERNANCE – STATE UNIVERSITIES

A. ACADEMIC AFFAIRS

....

3. CREDIT BY EXAMINATION

a. College-Level Examination Program (CLEP) and Advanced Placement (AP) credit awarded by any state university in conformity with this policy shall be transferable to accepted by all other state universities.

~~b. One half the credit hours earned through campus developed and administered tests may be included in the instructional base.~~

b. Beginning July 1, 2017, each state university shall award:

i. Credit for all Advanced Placement (AP) examination scores of three (3) or above for the equivalent course or courses at their institution.

- ii. Credit for all College-Level Examination Program (CLEP) examination scores at or above the American Council of Education’s (ACE) recommended score for the equivalent course or courses at their institution.
- c. Any academic discipline may establish a higher systemwide AP and CLEP exam score above three (3) on AP exams and above the ACE recommended scores for CLEP exams using the process proposed by the Council of Faculty Senate Presidents and approved by the Council of Chief Academic Officers on May 18, 2016.
- d. All other Kansas public postsecondary educational institutions are encouraged to adopt the above state university policy.
- e. Institutions shall have discretion on awarding additional credit for scores above three (3) on AP exams and scores above the ACE recommended scores for CLEP exams.

UNIVERSITY CAMPUS CONCEALED CARRY POLICIES – ESU, FHSU, AND KSU

General Counsel Julene Miller reviewed the Kansas Personal and Family Protection Act statutes, the Board’s Weapons Possession policy, the Board’s Frequently asked Questions about Concealed Carry on Campus document, and the Attorney General Opinion regarding restriction on carrying concealed handguns and restricted access entrances. She reviewed the statutory definitions of adequate security measures, authorized personnel, public area, restricted access entrance, and weapon. It was noted that there are varying interpretations on how restricted access entrances can be designated and implemented.

Emporia State University

Kevin Johnson, Emporia State University’s General Counsel, presented ESU’s proposed policy on Weapons Possession. President Garrett created a taskforce comprised of different campus constituents to draft their policy. General Counsel Johnson noted the university attorneys also met several times since the Board’s policy was approved to discuss each campuses’ policy. He reviewed ESU’s proposed policy, which contains many provisions of the Board’s policy. General Counsel Johnson stated after the Attorney General Opinion was released, ESU added under the Carrying Safety section the following language “All handguns must be carried unloaded, which means the magazine, cylinder, barrel or any other means of internal ammunition storage in preparation for firing the handgun must contain no ammunition while being carried.” The rationale for adding this language is to prevent accidental discharges. General Counsel Johnson believes with proper training individuals should be able to load their handguns in enough time to defend themselves if the situation arises. He noted that currently ESU has not identified any buildings that will be equipped with adequate security measures and has not designated any area on campus as a restricted access entrance because all the buildings on campus have public access points.

Regent Newton stated while working on the Board’s policy some of the earlier drafts were unclear, unwelcoming, and misleading because the opening section started with weapons are not allowed on the campuses. The Board policy was reworked to make it clear from the beginning of the policy that concealed carry of handguns will be permitted in accordance with the law. She expressed concerns that the university policies begin with the same unclear language and would like to see a clearer statement regarding concealed carry at the beginning of the policies. She also expressed concerns about not allowing ammunition to be loaded into a handgun. She believes in a life threatening situation where individuals need to defend themselves, it is not reasonable to force them to take an additional step to load their handgun. However, she does agree that people who decide to conceal carry should take it upon themselves to practice and train. Regent Newton also noted she would like to see language added that is similar to the Board policy regarding when it is acceptable for an individual to display any lawfully possessed handgun on campus. The Board policy states that it will not be a violation of the policy if an individual displays a lawfully possessed concealed carry handgun in those instances where necessary for self-defense or

transferring the handgun to safe storage. Additionally, Regent Newton stated she appreciated ESU including a section on Making a False Report, and she thanked General Counsel Johnson for all his work on the policy.

Regent Bangerter expressed the same concern as Regent Newton regarding the requirement that hand guns remain unloaded. He also asked whether stun guns should be exempted from the Board policy. General Counsel Miller noted the University of Kansas proposed policy, which will be presented to the Committee next month, specifically prohibits Tasers but allows possession of stun guns. The current Board policy prohibits stun guns and does not specifically address the possession of Tasers. She noted the attorneys at the University of Kansas have researched stun guns and Tasers and will be able to provide the Committee with more information next month.

Regent Bain asked for clarification on the Attorney General's Opinion regarding unloaded concealed handguns. General Counsel Miller stated the AG's office quoted a prior opinion regarding a medical facility that speaks to specific rooms being regulated. She also noted the AG's Opinion cautioned that any regulation must be consistent with the Personal and Family Protection Act.

Additionally, General Counsel Miller stated that as she reviewed the university policies she was comparing the language with the Board policy and the statutes. She noted in the Geographic Applicability section of the ESU policy, there may need to be some clarifying language added regarding leases.

Policy Approval Process

The Committee discussed the process for recommending changes to the university policies. The Committee decided this will be the first read of these three policies and next month the Committee will make recommendations. Also next month will be the first read of the other three university policies. Then once the Committee is satisfied with the university policies, all the policies will be presented to the Board for consideration.

Fort Hays State University

Kerry Wasinger, Fort Hays State University's General Counsel, presented FHSU's proposed concealed carry policy. General Counsel Wasinger stated Fort Hays State created a taskforce comprised of different campus constituents to draft their policy and noted their policy is similar to the ESU's policy. She reviewed the FHSU policy and pointed out the Handgun Storage section contains language that allows employees to store a handgun in an approved storage device in their office. The taskforce knows this language violates Board policy but would like the Board to consider allowing this provision because employees would like the option of not taking their concealed handguns into certain environments like chemical labs. General Counsel Wasinger stated many employees walk to work and therefore would not have the option of storing their handgun in a privately-owned vehicle. She also noted under this provision an employee would not be able to store a handgun in their office overnight.

Regent Van Etten asked whether storing a firearm in an employee's office makes the university liable. General Counsel Wasinger stated there are liability concerns but the provision was drafted to require the office to be locked and the handgun be placed in an approved storage device, which should limit the liability. Regent Newton indicated that the request does not seem unreasonable and asked if the Board policy needed to be amended to allow office storage. The consensus of the Committee indicated that the Board policy should be amended if the Board wants to allow employees to store handguns in their office.

General Counsel Wasinger did note that language will need to be added to the FHSU proposed policy to address Regent Newton's concern about letting individuals know when it is acceptable to display a handgun. The language will probably be similar to the Board's policy. Regent Bain asked about Tasers and stun guns, and General Counsel Wasinger stated Fort Hays does not allow them on campus because that is the Board's current policy, but would change that to allow stun guns if that is the direction the Board goes.

Kansas State University

Cindy Bontrager, Kansas State University's Vice President for Administration and Finance, and Cheryl Strecker, KSU's General Counsel, presented KSU's proposed concealed carry policy. Like the other universities, KSU conducted a similar process by creating several taskforces to help draft the policy. Their policy contains many of the same provisions as the other university policies. Vice President Bontrager stated KSU does currently have areas on campus that are already designated as restricted access, meaning these buildings or areas within a building are locked and can only be accessed by authorized personnel. These areas are not accessible to the public. General Counsel Strecker noted any individual who is not an employee but will be authorized to enter through a restricted access entrance will need to go through the screening process set out in the statute. Regent Bangerter expressed concerns that if a large number of individuals are authorized to enter restricted access areas that it could be argued that the areas are not actually restricted access. The intent of restricted access was discussed.

Regent Newton expressed the same concerns about not having clear language at the beginning of the policy that states concealed carry will be permitted in accordance with the law. She also requested the other universities discuss Fort Hays State's request regarding allowing employees to store a handgun in their office.

General Counsel Miller reported next month the Committee will review the concealed carry policies for the University of Kansas, Pittsburg State University, and Wichita State University. The Committee will also discuss any proposed changes to the university policies. Regent Feuerborn stated the November Governance Meeting will start at 8:30 a.m. at Emporia State University.

ADJOURNMENT

The Chair adjourned the meeting at 10:05 a.m.

AGENDA

Council of Presidents
Emporia State University
11:00 a.m. or Adjournment of SCOPs
November 16, 2016

1. Approve minutes from October 19, 2016
2. Report from Council of Chief Academic Officers—Neeli Bendapudi
3. Report from Council of Chief Business Officers—Leisa Julian
4. Report from Council of Government Relations Officers—Kelly Reynolds
5. Report from Council of Chief Student Affairs Officers—Tammara Durham
6. Report from University Support Staff Council—Sharon Pittman
7. Other matters

MINUTES

**Council of Presidents
Kansas Board of Regents
October 19, 2016**

The meeting was called to order at 10:50 a.m. by Chancellor Gray-Little.

1. The minutes from September 14, 2016 were approved.
2. Report from Council of Chief Academic Officers

KU Provost and Executive Vice Chancellor Neeli Bendapudi reported on behalf of the Council of Chief Academic Officers.

COCAO unanimously approved the PhD in Leadership Communication at Kansas State University.

COCAO is meeting regularly with the Council of Faculty Senate Presidents and also looks forward to its breakfast with the Regents on December 15.

3. The PhD in Leadership Communication at Kansas State University was approved.
4. Report from Council of Chief Business Officers

KU Vice Chancellor and Chief Financial Officer Leisa Julian reported on behalf of the Council of Chief Business Officers.

COBO is working on graduate student and J-visa holder health insurance issues, which they discussed with COPS last month. Sixty-three percent of graduate students are in the student health insurance plan. After July 1, 2017 the universities will no longer be able to subsidize their premium, according to an IRS interpretation of the Affordable Care Act. COBO will be watching for any change from the IRS and in the meantime, the universities are informing affected students of this change and discussing how to increase their salary so that they can purchase the coverage on their own.

NOTE: On Friday, October 21, the Departments of Labor, Health and Human Services, and Treasury announced an indefinite extension of the relief provided to institutions to continue to offer subsidies for graduate student health insurance. This guidance reverses the previous notice that barred universities from providing this type of support for graduate students to meet the requirements of the Affordable Care Act, and came about in part because of the tremendous advocacy efforts of seven higher education associations, including the Association of American Universities (AAU), American Council on Education, Council of Graduate Schools, and a group of 16 Senators.

The J-Visa health insurance issue affects KU, KUMC, WSU and KSU. The State employee health plan deductible changed from \$500 to \$1000, which no longer meets the State Department's minimum for these J-visa holders. These individuals will have to determine whether to stay in the state health plan and purchase increased coverage to make up the gap or opt out and enroll in the KBOR visiting scholar plan, which has a \$300 deductible and meets State Department minimum requirements. This is an Affordable Care Act gold plan.

A working group is considering the establishment of a health reimbursement account through the State plan by August, so employers could fund the additional deductible and fill that gap. To maintain their visa, these individuals have to comply with State Department's health insurance requirements.

5. Report from Council of Government Relations Officers

KU Director of State Relations Kelly Reynolds reported on behalf of the Council of Government Relations Officers.

The Government Relations officers are planning a Higher Education Day in the Capitol on January 19, 2017, which will involve all 32 institutions.

6. Report from Council of Chief Student Affairs Officers

Tammara Durham, Vice Chancellor for Student Affairs at KU, reported on behalf of the Council of Chief Student Affairs Officers.

The Kansas Student Affairs conference was held October 14 at Kansas State with over 100 people in attendance. Next year it will be held at Wichita State.

The student affairs officers continue to talk about SB 175, which allows religious student organizations to exclude people from membership. They are discussing how to handle student government funding for these organizations.

The student affairs officers will hold their annual meeting with their counterparts at the community colleges and technical colleges next summer.

Finally, it was reported that Emporia State is leading in the Don't Text and Drive campaign with the highest percentage of pledges.

7. Report from University Support Staff Council

Marcia Tacha from Fort Hays State University reported on behalf of the Classified/University Support Council.

COPS asked the USS Council last spring for ideas to help boost employee morale and several suggestions were made:

- Although FHSU employees don't pay for parking, one of the suggestions is the consideration of free or reduced parking for employees on the other campuses.
- Flexible work schedules based on department need for coverage.
- Another suggestion is a paid day off for community service, which would get staff out into communities.
- Tuition assistance to employees and dependents across the Regents universities, not just where a staff member is employed, which would expand opportunities for staff.

President Garrett suggested that the last suggestion would be similar to a tuition exchange program to make the numbers equitable from institution to institution.

Ms. Tacha also reported that the council is working on an apples-to-apples comparison of employee salaries from five years ago to now, taking into account increased health insurance costs and inflation.

Chancellor Gray-Little responded that COPS strongly believes that staff morale is very important. It has been a difficult time for employees. She said that when we look at the performance we get from staff despite the funding situation, it has been outstanding.

8. Other matters

There being no other matters, the meeting adjourned at 11:15 a.m.

AGENDA

SYSTEM COUNCIL OF CHIEF ACADEMIC OFFICERS

November 16, 2016

8:30 am – 9:15 am

The System Council of Chief Academic Officers will meet in the Black and Gold/KSN Room located in the Memorial Union at Emporia State University, 1 Kellogg Circle, Emporia, KS 66801.

- I. Call To Order** Peggy Forsberg, Co-Chair
 - A. *Approve Minutes*
October 19, 2016 Meeting

- II. Updates**
 - A. *Introduction of New Staff* Jean Redeker
 - B. *Developmental Education Update* Jean Redeker
 - C. *Transfer and Articulation Update* Karla Wiscombe
 - D. *Credit by Exam Policy Update* Karla Wiscombe
 - E. *BAASC Alignment Agenda Topic 17-10* Karla Wiscombe
Program Articulation Agreement Update
 - F. *Website Listing Graduate Degrees/Certificates to Meet HLC Faculty* Jean Redeker
Credentialing Guidelines Update
www.kansasregents.org/academic_affairs/teacher_education_initiatives

III. Adjournment

SCOCAO Schedule

AGENDA MATERIALS DUE	MEETING DATES
October 26, 2016	November 16, 2016 at ESU
November 23, 2016	December 14, 2016
December 28, 2016	January 18, 2017
January 25, 2017	February 15, 2017
February 22, 2017	March 15, 2017
March 29, 2017	April 19, 2017 at KU
April 26, 2017	May 17, 2017
May 24, 2017	June 14, 2017

MINUTES

**Kansas Board of Regents
System Council of Chief Academic Officers
Wednesday, October 19, 2016**

The System Council of Chief Academic Officers met in the Pioneer Room, Memorial Union, Fort Hays State University at 8:30 a.m. on Wednesday, October 19, 2016.

In Attendance:

Co-Chairs:	Peggy Forsberg, Highland CC	Neeli Bendapudi, KU	
Staff:	Jean Redeker Scott Smathers	Karla Wiscombe Jacqueline Johnson	Tim Peterson
Others:	Tim Crowley, FHSU David Cordle, ESU Mickey McCloud, JCCC April Mason, KSU Robin Garrett, Barton CC Steve Loewen, FHTC Kim Krull, Barton CC Cherilee Walker, KCKCC	Ryan Ruda, GCCC Alysia Johnston, Fort Scott CC Pam Keller, KU Tony Vizzini, WSU Howard Smith, PSU Rick Muma, WSU Robert Klein, KUMC Jon Marshall, Allen CC	Lori Winningham, Butler CC Graham Glynn, FHSU Brenda Chatfield, NWKTC Brenda Edleston, Cloud County CC Carl Miller, FHSU Deanna Mann, Dodge City CC Janice Jewett, PSU Stuart Day, KU

Peggy Forsberg called the meeting to order at 8:30 a.m.

I. Approve September 14, 2016 Minutes

A motion was moved and seconded to approve the September 14, 2016 minutes as written. Motion carried.

II. Update Items

A. Transfer and Articulation Council (TAAC) – Karla Wiscombe

- KCOG Conference was held September 23, 2016
- Thank you to Washburn for hosting this year and all individuals involved
- 2017 KCOG Conference scheduled for October 13, 2017 at Washburn University
- KU hosting the KCOG Conferences for 2018 and 2019
- Reviewed 10 courses during the KCOG Conference
- Made changes to Anatomy and Physiology course to accommodate the medical field
- Financial Accounting will require further review
- TAAC meeting October 26th to review the core outcomes within the faculty reports

B. Credit by Exam Policy Update – Karla Wiscombe

- Discussed in governance meeting today and the committee approved the revisions
- Reviewing statute to ensure policy is in compliance
- Upcoming National College Board conference and will gather data from other states
- Annual review of policy is encouraged
- Review of information by campus faculty is appreciated

- C. Development Education Placement Assessment discussion
- a. Accuplacer has been a smooth integration with the assistance from College Board
 - b. Institutions understand there are issues and concerns when new processes are implemented
 - c. Creation and approval of a concept paper in Spring 2016 by the Placement Assessment Committee
 - d. Creating a policy paper with the Placement Assessment Committee
 - e. Review proposed policy by SCOCAO members in a few months

III. Other Matters

A. Board Attainment and Alignment Goals

Jean Redeker discussed the Board goals approved September 2016

- Working on Attracting Kansans Back to Higher Ed with Tim Peterson
- Continuing work previously started
- Expecting a proposal by end of academic year
- Discussed forward movement of the initiative
- Present proposal to SCOCAO prior to Board

Karla Wiscombe discussed the implementation of Credit for Prior Learning

- Focusing on Health Care
- Planning a field trip to Army Medical Education Training Center in Houston

Scott Smathers discussed the internship pilot program with the Department of Commerce to better engage Kansas employers.

- Innovative Career Education (ICE³)
- Objective to keep college graduates employed in Kansas
- Funded through public/private partnership
- Three phase pilot program
 - Phase 1 – Student selection for eight week internship
 - Phase 2 – Opportunity for student to continue on part-time paid employment
 - Phase 3 – Opportunity for student to continue on full-time employment after graduation
 - Monetary bonus for student at each phase of program
- Partnering with KU for pilot program
- Potential for various industries to be involved with appropriate funding if pilot program successful
- Committee member requested a written version of the pilot program

B. BAASC Alignment Agenda Topic 17-10

Jean Redeker discussed the Report on Program Articulation Agreements

- New agenda topic from the August Board retreat
- Request by Regents to review and update process
- Gathering data from institutions to update two year old data
- Identify and resolve gaps between institutions
- Each four year university should have two articulation agreements with each two year college, which was a previous Board goal

C. Reverse transfer is an area to be reviewed and make improvements

- Committee members ask for guidance to improve process
- Review process in depth and modify as needed
- Non-participation by students due to lack of knowledge

- Institutions need to communicate program availability to transfer students
- Jon Marshall, Allen CC meeting with registrars and will update SCOCAO at December meeting of revised procedures

Adjournment

There being no other business, Tony Vizzini moved, and Graham Glynn seconded the motion, to adjourn. Motion carried. Meeting adjourned at 9:30 am.

AGENDA

COUNCIL OF CHIEF ACADEMIC OFFICERS
November 16, 2016
9:15 am – 10:00 am
or upon adjournment of SCOCAO

The Council of Chief Academic Officers will meet in the Black and Gold/KSN Room located in the Memorial Union at Emporia State University, 1 Kellogg Circle, Emporia, KS 66801.

I. Call To Order

- A. *Approve Minutes* Neeli Bendapudi, Chair
 October 19, 2016 Meeting

II. Program Request

- A. *Master of Science in Biomedical Engineering* WSU
(Second Reading)

III. Informational Items

- A. *Pittsburg State University* Lynette Olson
 - *Addition of Education emphasis in Masters of Science in Nursing*
 - *Deletion of Clinical Mental Health Counseling emphasis in Master of Science in Counseling*

IV. Updates

- A. *Council of Faculty Senate Presidents* Pam Keller
- B. *Update on Board Attainment Goal: Cost-Benefit analysis of developing common online application* Jean Redeker

V. Other Matters

- A. *Regents breakfast discussion topics* Neeli Bendapudi

VI. Adjournment

COCAO Schedule

AGENDA MATERIALS DUE	MEETING DATES	LUNCH ROTATION
October 26, 2016	November 16, 2016 at ESU	ESU
November 23, 2016	December 14, 2016	WSU
December 28, 2016	January 18, 2017	KUMC
January 25, 2017	February 15, 2017	KSU
February 22, 2017	March 15, 2017	PSU
March 29, 2017	April 19, 2017 at KU	KU
April 26, 2017	May 17, 2017	Washburn
May 24, 2017	June 14, 2017	WSU
*Please Note: New Program Proposals are to be submitted 4 weeks prior to the next COCAO meeting for review and processing purposes.		

MINUTES

Kansas Board of Regents Council of Chief Academic Officers Wednesday, October 19, 2016

The Council of Chief Academic Officers met in the Pioneer Room located in the Memorial Union at Fort Hays State University on Wednesday, October 19, 2016, and reconvened at noon.

In Attendance:

- | | | | |
|----------|--------------------------------|--------------------------|-------------------------------------|
| Members: | Neeli Bendapudi, KU | April Mason, KSU | Howard Smith, PSU for Lynette Olson |
| | Tony Vizzini, WSU | David Cordle, ESU | |
| | Graham Glynn, FHSU | Robert Klein, KUMC | |
| Staff: | Jean Redeker | Karla Wiscombe | |
| | Jacqueline Johnson | Tim Peterson | |
| Others: | Cherilee Walker, KCKCC | Rick Muma, WSU | Steve Loewen, FHTC |
| | Brad Bennett, Colby CC | Pamela Keller, KU | Brenda Edleston, Cloud County CC |
| | Alysia Johnston, Fort Scott CC | Mickey McCloud, JCCC | Deanna Mann, Dodge City CC |
| | Peggy Forsberg, Highland CC | Robin Garrett, Barton CC | Janice Jewett, PSU |
| | Ryan Ruda, Garden City CC | Tim Crowley, FHSU | Lori Winningham, Butler CC |
| | Kris Boone, KSU | Michael Jorgensen, WSU | |

Neeli Bendapudi called the meeting to order at 9:40 a.m.

Approve September 14, 2016 Minutes

A motion was moved and seconded to approve the September 14, 2016 minutes as stands. Motion carried unanimously.

II. Program Requests

- **WSU – Master of Science in Biomedical Engineering**
 Tony Vizzini discussed Wichita State University’s Master of Science in Biomedical Engineering and introduced Michael Jorgensen to answer any questions. If there are any further comments or questions, please contact Tony Vizzini, Richard Muma or Michael Jorgensen prior to the November 16, 2016 meeting. This is a first reading and no action is required.
- **KSU – Doctorate of Philosophy in Leadership Communication (Second Reading)**
 April Mason discussed the Kansas State University Ph.D. Program Review Team report. KSU has reviewed and responded to the recommendations and opportunities the team identified. Kris Boone, KSU, was available to answer questions during the discussion.

 Tony Vizzini moved, and David Cordle seconded the motion, to recommend placing Kansas State University’s Ph.D. in Leadership Communication on the Council of Presidents agenda for approval. Motion carried unanimously.

This proposed program will be reviewed by the Council of Presidents at its meeting today (October 19, 2016).

III. Updates

Pam Keller, chair of Council of Faculty Senate Presidents (COFSP), informed COCAO the Council had a lively and positive discussion with the Board of Regents during their breakfast meeting. COFSP is collaborating and continuing to open the lines of communication with various groups on policies. In today's meeting, the committee will continue discussion on campus carry and the resulting issues.

IV. Other Matters

- A. Breakfast with the Regents has moved to December 15, 2016
 - o COCAO members will discuss preliminary topics at November meeting

- B. Academic Calendars for 2019-2022
 - a. Submission rotation is every 3 years
 - b. Due January 13, 2017
 - c. Distributed new memo to be shared with faculty

- C. Discussed the eclipse of sun on first day of classes, August 21, 2017
 - a. According to policy, changing academic calendars requires Board approval

A motion was made and seconded to recess until 11:30 am. Motion carried.

Meeting reconvened at 11:30 am. Discussion was held on the remaining agenda topics:

- A. Board Attainment Goals
 - a. Review policy on credit hour requirements for baccalaureate degree
 - b. Cost-benefit analysis of developing common online application

There being no other business, a motion was made and seconded to adjourn. Motion carried.

CURRENT FISCAL YEAR MEETING DATES

Fiscal Year 2017

<u>Meeting Dates</u>	<u>Agenda Material Due to Board Office</u>
August 9-11, 2016	
September 14-16, 2016	August 24, 2016 at noon
October 19, 2016 (FHSU)	September 28, 2016 at noon
November 16, 2016 (ESU)	October 26, 2016 at noon
December 14-15, 2016	November 22, 2016 at noon
January 18-19, 2017	December 28, 2016 at noon
February 15-16, 2017	January 25, 2017 at noon
March 15-16, 2017	February 22, 2017 at noon
April 19, 2017 (KU)	March 29, 2017 at noon
May 17-18, 2017	April 26, 2017 at noon
June 14-15, 2017	May 24, 2017 at noon

TENTATIVE MEETING DATES

Fiscal Year 2018

Meeting Dates

- August 8-10, 2017 – Budget Workshop/Retreat
- September 20-21, 2017
- October 18-19, 2017
- November 15-16, 2017
- December 20-21, 2017
- January 17-18, 2018
- February 14-15, 2018
- March 14-15, 2018
- April 18-19, 2018
- May 16-17, 2018
- June 20-21, 2018

COMMITTEES (2016-2017)

Zoe Newton, Chair
Dave Murfin, Vice Chair

Standing Committees

Academic Affairs

Helen Van Etten, Chair
 Zoe Newton
 Daniel Thomas
 Dave Murfin
 Shane Bangerter

Fiscal Affairs and Audit

Joe Bain, Chair
 Bill Feuerborn
 Dennis Mullin
 Ann Brandau-Murguia

Governance

Bill Feuerborn, Chair
 Zoe Newton
 Shane Bangerter
 Helen Van Etten
 Joe Bain

Regents Retirement Plan

Ann Brandau-Murguia, Chair
 Shane Bangerter

Board Representatives and Liaisons

Education Commission of the States	Zoe Newton
Postsecondary Technical Education Authority	Tom Burke Ray Frederick
Midwest Higher Education Compact (MHEC)	Helen Van Etten Blake Flanders
Washburn University Board of Regents	Helen Van Etten
Transfer and Articulation Advisory Council	Shane Bangerter
KSDE/KBOR Coordinating Council	Zoe Newton Helen Van Etten