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Governor

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# ARKANSAS HIGHER EDUCATION COORDINATING BOARD

## SPECIAL MEETING

### OCTOBER 26, 2017



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**Arkansas Department of Higher Education**

423 Main Street, Suite 400 | Little Rock, AR 72201 | (501) 371-2000

# **ARKANSAS HIGHER EDUCATION COORDINATING BOARD SPECIAL MEETING**

**Thursday, October 26, 2017  
4:00 p.m.**

**ASU-Mountain Home**

## **AGENDA**

1. Bond/Loan Feasibility Update (Ms. Tara Smith)
2. Maintenance Report (Ms. Smith)
3. Report on Academic Program Deletions (Mr. Mason Campbell)
4. Overview of Graduate Deans Association (Dr. Robert McGehee)

## **Bond/Loan Feasibility Update**

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This update consists of the actual terms for bond and loan issues receiving AHECB approval that occurred October 2016 through October 2017. An annual update was requested by the AHECB during the July 30, 2010 quarterly meeting.

**Approved/Issued Bonds/Loans from October 2016 to October 2017**

Institution	Date of AHECB Approval	Approved Maximum Total of Issue	Approved Terms	Tax Status	Date of Issue	Actual Amount of Issue	Actual Terms	Project	Type of Project
ANC	7/31/2015	\$ 5,105,000	30 yrs/ 4.50%	As of 9/19/2017, not yet issued	As of 9/19/2017, not yet issued	As of 9/19/2017, not yet issued	As of 9/19/2017, not yet issued	E&G purposes for the construction and equipping of the College's Center for Allied Technologies and pay the expenses of issuing the bonds.	E&G
UACCB	9/30/2016	\$ 2,000,000	10 yrs/0.68%	Tax-exempt	10/1/2016	\$2,000,000	10 yrs/ 0.68%	CSB Revolving Loan Fund - E&G purposes to construct a Workforce Training Center including classrooms, offices, student lounge, clean lab, conference room, innovation hub, rest rooms, and a large open area for teaching workforce training courses/programs.	E&G
SACC	9/30/2016	\$ 2,500,000	15 yrs/2.05%	Tax-exempt	10/28/2016	\$2,406,172	15 yrs/ 2.05%	E&G loan to finance an Energy Performance Project under the guidelines of the Arkansas Energy Performance Contracting (AEPC) Program overseen by the Arkansas Energy Office.	E&G
UAF	9/30/2016	\$ 120,000,000	20 yrs/5.50%	Tax-exempt	10/19/2016	\$114,845,000	20 yrs/ 3.10%	Auxiliary purposes to fund the Donald W. Reynolds Razorback Stadium project, which includes a north end zone expansion, improvements and updates to existing areas in the stadium, and replacement of the Broyles Athletic Center.	Auxiliary
UALR	1/27/2017	\$ 2,000,000	10 yrs/0.00%	Tax-exempt	1/11/2017	\$2,000,000	10 yrs / 0.00%	E&G loan from the Arkansas Sustainable Building Design Revolving Loan Fund which is managed by the Arkansas Building Authority to complete energy efficient upgrades by expanding the campus-wide heated and chilled water loops.	E&G
UAM	1/27/2017	\$ 14,500,000	25 yrs/ 6.0%	2017A - Tax-exempt & 2017B - Taxable	3/30/2017	2017A - \$11,270,000 & 2017B - \$1,765,000 = \$13,035,000	25 yrs/ 5.0%	E&G purposes \$10.75M issue to fund the construction of a new Student Success Center needed for academic advising, career advising, counseling, testing, and enrollment services. As well as a new Police Station for the Monticello campus, a new Workforce Building on the Crossett campus, various ADA upgrades, roof repairs, and other critical maintenance needs for the Monticello campus.  \$3.75M for auxiliary purposes will be used to renovate Horsfall Hall, to construct space for the relocation of the UAM Bookstore and to provide space for retail food service, which will also be housed in the new Student Success Center.	E&G/Auxiliary
SAUM	1/27/2017	\$ 8,000,000	30 yrs/ 4.50%	Tax-exempt	3/14/2017	\$8,000,000	30 yrs/ 4.07%	Auxiliary purposes to renovate and repurpose an existing building into a living/learning community style residence hall, and to construct and equip an additional residence hall, and other related auxiliary projects.	Auxiliary
SAUM	5/22/2017	\$ 1,060,000	10 yrs/ 3.60%	Tax-exempt	6/1/2017	\$552,517	10 yrs/ 3.55%	E&G purposes \$500,000 issue to construct a facility that will serve as the president's residence and official event's facility.  \$560,000 for auxiliary purposes will be used to purchase an apartment complex previously leased by the university at an annual rate of \$103,398.	E&G/Auxiliary

Institution	Date of AHECB Approval	Approved Maximum Total of Issue	Approved Terms	Tax Status	Date of Issue	Actual Amount of Issue	Actual Terms	Project	Type of Project
UAF	6/27/2017	\$ 113,000,000	30 yrs/5.50%	Tax-exempt	8/1/2017	\$95,804,000	30 yrs/ 3.66%	E&G purposes \$27.5 million to (1) continue the construction of an approximately 20,000 sq. ft. library storage facility; (2) continue the renovation of an addition of approximately 3,500 sq. ft. to Kimpel Hall; (3) begin the construction phase of an approximately 25,000 sq. ft. Civil Engineering Research and Education Center; (4) proceed with the first phase of construction of new intramural playing fields; (5) acquire, construct and equip improvements to the south campus steam and utility systems; and (6) fund the acquisition, construction, improvement, renovation, equipping and/or furnishing of other capital improvements and infrastructure and the acquisition of various equipment and/or real property if proceeds are available.  \$85.5 million for auxiliary purposes to (1) construct, furnish and equip a 200,000 sq. ft. residence hall complex on the south side of campus; (2) continue with the construction of an approximately 20,000 sq. ft. addition to the Pat Walker Health Center; (3) complete the renovation of and construction of an addition of approximately 5,668 sq. ft. to the Sigma Alpha Epsilon Fraternity house; and (4) other capital improvements and infrastructure and various equipment for auxiliary purposes if proceeds are available.	E&G/Auxiliary
UALR	6/27/2017	\$ 7,500,000	25 yrs/5.50%	Tax-exempt	9/19/2017	\$6,510,000	20 yrs/ 3.18%	E&G purposes \$27.5 million issue will be used for (1) the acquisition, construction, renovation, and equipping of the University Physics Building, (2) the acquisition, construction, renovation, and equipping campus-wide infrastructure upgrades, including particularly, without limitation, roof repairs and critical maintenance on the UA Little Rock campus, and (3) the acquisition, construction, improvement, renovation, equipping and/or real property for UA Little Rock.	E&G
ASU-System	7/28/2017	\$ 1,100,000	15 yrs/1.31%	As of 10/9/2017, not yet issued	As of 10/9/2017, not yet issued	As of 10/9/2017, not yet issued	As of 10/9/2017, not yet issued	E&G purposes for ASUB and ASUN to construct a facility that will serve as the president's residence and official event's facility.	E&G
ASU-System	7/28/2017	\$ 1,250,000	10 yrs/ 0.00%	As of 10/9/2017, not yet issued	As of 10/9/2017, not yet issued	As of 10/9/2017, not yet issued	As of 10/9/2017, not yet issued	E&G purposes for ASUB and ASUN to provide needed campus-wide energy improvements to include lighting retrofits, water and waste management strategies, chiller upgrades as well as installation of other energy control mechanisms.	E&G
UCA	7/28/2017	\$ 8,500,000	30 yrs / 5.50%	Tax-exempt	9/27/2017	\$8,500,000	30 yrs/ 3.33%	Auxiliary purposes to fund the design and renovation of two housing facilities.	Auxiliary

## **REPORT ON AHECB POLICY FOR MAINTENANCE OF NEW FACILITIES**

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The AHECB policy for maintenance of new facilities, passed October 29, 2010, states that a report on the amount transferred to plant funds would be presented annually at the October Board meeting. This policy was proposed to ensure that in the future all newly constructed or purchased facilities would have a source of funding for maintenance of the new facility. Institutions seeking approval of a loan or a bond issue for the construction or purchase of a new facility must provide for the maintenance of that facility by transferring annually to plant funds an amount as recommended by the Association of Physical Plant Administrators of Universities and Colleges (APPA). This is currently \$2.50 per gross square foot for an educational and general facility or \$1.25 per gross square foot for an auxiliary facility. A lower rate per gross square foot for a specific building/facility can be approved with appropriate justification.

It is the expectation that the institution provide for the long term maintenance of the facility for which the funds were accrued. Funds may be utilized for facility renovation and upkeep including upgrade or replacement of equipment and furnishings of the designated building. These funds will be transferred to the plant fund annually and shall begin in the fiscal year following the completion and occupancy of the facility and will continue as long as the building is in use. The funds can also be used for critical and deferred maintenance of the institution. This report includes the status of the FY2015-16 and FY2016-17 maintenance transfers.

**MAINTENANCE REPORT**

Institution	Facility	Date Board Approved	Date of Completion	Date of Occupancy	Actual Square Footage	FY 2015-16 Amount of Transfer	FY 2016-17 Amount of Transfer
<b>UNIVERSITIES:</b>							
ASUJ	Housing Facilities (Greek Housing & Honors Dormitory)	January 2012	8/1/13	9/1/13	74,179	\$92,724	\$92,724
ASUJ	Student activities center & Humanities and Social Sciences building	October 2013	8/20/15	6/15/15	193,808	\$293,775	\$484,520
ATU	M Street Dorm	July 2011	7/10/13	8/28/13	64,170	\$80,213	\$80,213
ATU	Baseball Field	April 2012	4/9/13	4/9/13	8,043	\$10,054	\$10,054
ATU	Chambers Cafeteria Renovation	October 2012	8/23/13	8/28/13	36,997	\$46,246	\$46,246
ATU	Academic classroom, student support and administrative facility	October 2013	Not Yet Completed	Not Yet Occupied	66,900	\$167,250	\$167,250
ATU-O	Allied Health Building	July 2014	3/31/16	3/31/16	20,273	\$50,683	\$50,683
HSU	Dining Facility	October 2010	6/6/13	6/6/13	21,980	\$27,475	\$27,475
HSU	Purchase apartment complex, Construct residence hall and apartment complex	March 2014	10/1/15	11/1/14	276,202	\$100,396	\$345,252
SAUM	Agriculture Center	February 2011	4/1/13	11/1/12	33,178	\$82,945	\$82,945
SAUM	University Hall	April 2012	6/1/13	8/1/13	35,000	\$43,750	\$43,750
SAUM	Story Arena	February 2013	4/20/13	5/1/13	6,400	\$8,000	\$8,000
SAUM	Mulerider Activity Center	February 2013	6/1/12	10/1/12	34,770	\$55,285	\$60,266
SAUM	University Village apartments	April 2014	7/1/14	7/1/14	77,900	\$97,375	\$97,375
SAUM	Residence Hall	January 2017	8/20/17	8/20/17		N/A	N/A
SAUM	President's residence, official event's facility & apartment complex	May 2017	6/1/17	6/1/17	13,872	N/A	\$17,340
UAF	Nanoscale Science & Eng.	December 2009	2/1/11	3/1/11	77,691	\$194,228	\$194,228
UAF	Epley Center for Health Professions (Old Health Center)	December 2009	12/1/11	12/1/11	25,625	\$64,063	\$64,063
UAF	Ozark Hall	April 2011	8/1/13	8/1/13	18,310	\$45,775	\$45,775
UAF	Hillside Auditorium	April 2011	1/1/13	1/1/13	35,175	\$87,938	\$87,938
UAF	Child Development Study Center	April 2011	8/1/12	8/1/12	58,495	\$146,238	\$146,238
UAF	Founders Hall	April 2011	8/1/13	8/1/13	78,300	\$97,875	\$97,875
UAF	Fred W Smith Football Center	April 2011	7/1/13	7/1/13	80,400	\$100,500	\$100,500
UAF	Uptown Campus	June 2012	8/1/12	8/1/12	58,655	\$146,638	\$146,638
UAF	Fowler Family Athletic Academic and Dining Facility, a Baseball and Track Indoor Training Facility and a Basketball Practice Facility/Basketball Performance Center/Jerry and Gene Jones Student Athlete Success Center	March 2013	5/1/14	5/1/14	178,400	\$67,038	\$67,038
UAF	Classroom and teaching laboratory building (Stephen L Anderson Design Center)/Champions Hall/Biology Greenhouse	March 2013	8/1/13	8/1/13	104,366	\$85,300	\$260,915
UAF	East Square Plaza	June 2013	8/1/13	8/1/13	82,788	\$171,475	\$206,970
UAF	Housing Office	June 2012	2/1/14	2/1/14	19,659	\$24,574	\$24,574
UAF	Arts and Design District	June 2014	8/1/16	8/1/16	34,483	N/A	\$86,208
UAF	Housing for the Pi Kappa Alpha Fraternity	June 2014	8/1/15	8/1/15	13,080	\$16,350	\$16,350
UAF	Cato Springs Research Center	June 2014	8/1/14	8/1/14	28,817	\$72,043	\$72,043
UAF	Lambda Chi Alpha	July 2015	Not Yet Completed	Not Yet Occupied		N/A	N/A
UAF	Kimpel Hall, Civil Engineering Research and Education Center, Sigma Alpha Epsilon Fraternity & Pat Walker Health Center	February 2016	Not Yet Completed	Not Yet Occupied		N/A	N/A
UAF	Donald W. Reynolds Razorback Stadium & Broyles Athletic Center	September 2016	Not Yet Completed	Not Yet Occupied		N/A	N/A
UAF	Library storage facility, Kimpel Hall, the Civil Engineering Research and Education Center, residence hall complex, Pat Walker Health Center & Sigma Alpha Epsilon Fraternity house	June 2017	Not Yet Completed	Not Yet Occupied		N/A	N/A
UAFS	Lion's Den	January 2009	8/1/10	8/1/10	114,560	\$48,473	\$45,393
UAFS	Boreham Library	November 2010	3/1/13	3/1/13	39,170	\$97,925	\$97,925
UAFS	Student recreation and wellness center	June 2014	8/1/16	8/1/16		N/A	N/A
UALR	West Hall Residence	October 2009	8/12/11	8/12/11	106,800	\$59,808	\$59,808
UALR	University Village	April 2012	11/30/12	11/30/12	139,554	\$174,443	\$174,443
UAM	Student Success Center, Police Station, Workforce Building & UAM Bookstore	January 2017	Not Yet Completed	Not Yet Occupied		N/A	N/A
UCA	Bear Hall-Construction	July 2010	8/15/12	8/13/12	112,000	\$140,000	\$140,000
UCA	Bear Village-Purchase (Previously leased before purchase)	July 2012	8/1/12	6/1/05	156,915	\$196,144	\$196,144
UCA	HPER Expansion	October 2012	11/1/14	11/1/14	42,325	\$52,906	\$52,906
UCA	UCA Sky Box-Purchase	April 2013	8/30/12	9/1/12	9,900	\$12,375	\$12,375
UCA	Weight Room Additon-Purchase	April 2013	4/1/12	1/15/12	6,106	\$7,633	\$7,633
UCA	Sorority houses ("Greek Village") and National Pan-Hellenic Council (NPHC) facility	October 2013	8/1/15	8/1/15	56,500	\$70,625	\$70,625
UCA	Lewis Science Addition	April 2014	8/1/17	8/1/17		N/A	\$125,000
UCA	Donaghey Hall	October 2014	8/1/16	8/1/16		N/A	\$84,375
UCA	Housing Facilities	July 2017	Not Yet Completed	Not Yet Occupied		N/A	N/A

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Agenda Item No. 2

October 26, 2017

Institution	Facility	Date Board Approved	Date of Completion	Date of Occupancy	Actual Square Footage	FY 2015-16 Amount of Transfer	FY 2016-17 Amount of Transfer
<b>COLLEGES:</b>							
ANC	Center for Allied Technologies	July 2015	Not Yet Completed	Not Yet Occupied		N/A	N/A
ASUB	Housing Complex	January 2010	10/12/11	8/11/11	57,400	\$24,649	\$23,788
ASUMH	Vada Sheid Community Development Center	July 2009	9/1/10	9/1/10	65,000	\$162,500	\$81,250
ASUMS	Marion Berry Renewable Energy Building	April 2012	7/9/13	8/1/13	35,120	\$87,800	\$87,800
ASUMS	Wellness Centers	April 2012	10/20/13	10/21/13	25,890	\$19,603	\$42,164
ASUN	Fowler Family Hospitality Services Building	January 2012	7/15/13	8/1/13	11,826	\$29,565	\$29,565
BRTC	Health & Science Facility	June 2013	10/1/15	10/1/15	39,934	N/A	\$99,835
CCCUA	Murfreesboro Building	October 2010	11/1/10	11/1/10	22,000	\$55,000	\$55,000
CCCUA	Nashville Maintenance Building	April 2013	2/1/13	2/1/13	8,100	\$20,250	\$20,250
CCCUA	Nashville Main Building	April 2013	3/1/08	7/1/08	21,550	\$53,875	\$53,875
CCCUA	Nashville Technical Trades Building	April 2013	3/1/08	7/1/08	16,834	\$42,085	\$42,085
CCCUA	Nashville Education A Building	April 2013	3/1/08	7/1/08	2,510	\$6,275	\$6,275
CCCUA	Nashville Education B Building	April 2013	3/1/08	7/1/08	2,510	\$6,275	\$6,275
CotO	Cosmetology Building Renovation/Addition	February 2011	8/1/11	8/1/11	2,000	\$5,000	\$5,000
CotO	CAST - Workforce Training Facility Purchase and Remodel	April 2014	8/1/15	8/1/15	26,076	N/A	\$65,190
EACC	Transportation/Technology Facility	October 2010	8/1/12	8/1/12	19,902	\$49,775	\$49,775
EACC	Allied Health Facility	October 2010	1/13/14	1/13/14	13,451	\$33,628	\$33,628
NAC	Science Building	July 2012	6/18/14	8/10/14	14,385	\$35,963	\$35,963
NWACC	Health Professional Bldg	July 2010	10/1/12	10/1/12	79,926	\$199,815	\$199,815
OZC	Mtn View Student Services Center	October 2002	8/1/12	8/15/15	10,683	\$26,708	\$26,708
OZC	Melbourne Student Services Center	October 2012	1/1/15	1/1/15	18,560	\$46,400	\$46,400
SACC	Health Science Building	July 2009	3/10/11	2/1/11	38,378	\$95,945	\$95,945
SAUT	Multi-purpose Student Facility	April 2012	9/1/14	6/15/14	36,140	\$77,807	\$77,807
UACCB	Nursing & Allied Health Bldg	January 2010	6/5/11	8/1/11	40,669	\$101,673	\$101,673
UACCB	Workforce Training Center	September 2016	Not Yet Completed	Not Yet Occupied		N/A	N/A
UACCH	Texarkana Instruction Center	October 2011	7/1/12	7/1/12	10,000	\$25,000	\$25,000
UACCM	Workforce Training Center	January 2016	Not Yet Completed	Not Yet Occupied		N/A	N/A
RMCC	Library, Classroom, Lab and Meeting Space (Ouachita Center)	June 2012	8/6/14	8/6/14	13,600	\$34,000	\$34,000
UA-PTC	Fine & Performing Arts Center	September 2011	10/1/15	1/4/16	87,724	\$219,310	\$219,310
UA-PTC	Culinary Arts Center	September 2012	5/29/14	8/12/13	56,701	\$141,753	\$141,753



**REPORT ON PROGRAM DELETIONS  
Academic Year 2016-2017**

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- Attachment 3-1: Summary of Academic Program Deletions at Arkansas Public Institutions for Academic Years 2013-2017
- Attachment 3-2: Academic Programs Deleted by Institution Type for Arkansas Public Colleges and Universities for Academic Years 2013-2017
- Attachment 3-2: Academic Programs Deleted by Degree Level for Arkansas Public Colleges and Universities for Academic Year 2017 (2016-2017)
- Attachment 3-3: Academic Programs Deleted at Arkansas 4-Year Public Universities for Academic Year 2017 (2016-2017)
- Attachment 3-3: Academic Programs Deleted at Arkansas 2-Year Public Colleges for Academic Year 2017 (2016-2017)

This report provides summary and detailed information about program deletions during Academic Years 2013 – 2017.

Attachment 3-1 summarizes the number of program deletions for the academic year.

Forty-two (42) programs were deleted in AY2017 as compared to 51 in AY2016, 43 deletions in AY2015, 39 deletions in AY2014, and 41 deletions in AY2013.





