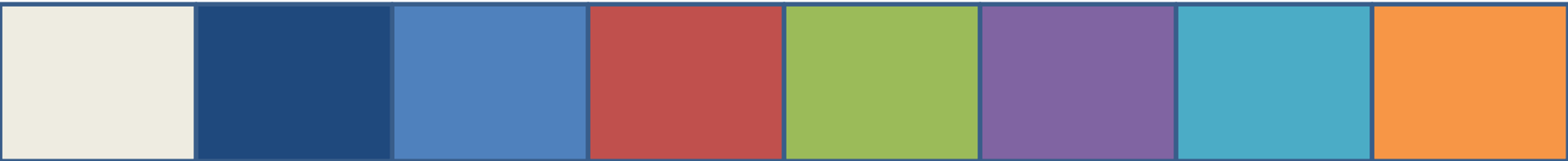


REGULAR MEETING OF THE ARKANSAS HIGHER EDUCATION COORDINATING BOARD

October 25, 2019



Nick Fuller

Deputy Director

**AGENDA ITEM NO. 6:
PRODUCTIVITY-BASED FUNDING
DISTRIBUTION 2020-21**



Productivity Funding Distribution

- 3rd Year of Productivity Funding Model.
- Baseline Metrics used data from AY2015-2017 with Comparative metrics based on AY2016-2018.
- Overall Productivity Increase of 1.52% resulting in an additional \$8.4 million being recommended for distribution to Institutions.
- The Cap in increases to Base Level funding has increased to 2% while the Cap on Reallocation Losses has increased to 1.5%.

Productivity Funding Distribution

Productivity Index for FY2021		1.52%		
		Universities	Colleges	
FY2021 RSA Forecast	\$ 558,122,681	74%	26%	
Productivity Recommendation	\$ 8,465,514	6,271,012	2,194,503	
	NEW FUNDING	REALLOCATED FUNDING		SOURCES OF NEW FUNDING
University	\$ 6,271,012	\$ 244,326		State Contribution \$ 3,147,512
College	\$ 2,194,503	\$ 1,328,150		Incentive Funding Contribution \$ 5,318,002
TOTAL	\$ 8,465,514	\$ -	→	Total \$ 8,465,514

Productivity Funding Distribution

Institution	RSA ONLY Funding FY2020	FY2020 Incentive Funding	FY2021 Base RSA	% Change in Productivity Index
ASUJ	\$ 56,114,738	\$ -	\$ 56,114,738	3.21%
ATU*	\$ 32,809,862	\$ -	\$ 32,809,862	2.98%
HSU	\$ 18,966,487	\$ -	\$ 18,966,487	-0.09%
SAUM	\$ 17,542,719	\$ 1,565,781	\$ 15,976,938	14.58%
UAF	\$ 122,015,998	\$ 1,523,465	\$ 120,492,533	4.54%
UAFS	\$ 20,574,769	\$ -	\$ 20,574,769	-1.11%
UALR	\$ 56,283,313	\$ -	\$ 56,283,313	0.40%
UAM*	\$ 15,786,582	\$ -	\$ 15,786,582	3.63%
UAPB	\$ 22,134,337	\$ -	\$ 22,134,337	6.15%
UCA	\$ 54,301,814	\$ -	\$ 54,301,814	4.66%
4YR SUBTOTAL	416,530,620	3,089,246	413,441,374	3.70%

Productivity Funding Distribution

Institution	RSA ONLY Funding FY2020	FY2020 Incentive Funding	FY2021 Base RSA	% Change in Productivity Index
ANC	\$ 8,491,281	\$ -	\$ 8,491,281	3.13%
ASUB	\$ 11,929,786	\$ -	\$ 11,929,786	-3.13%
ASUMH	\$ 3,840,826	\$ 100,965	\$ 3,739,860	-2.55%
ASUMS	\$ 3,945,500	\$ -	\$ 3,945,500	1.49%
ASUN	\$ 6,973,622	\$ 830,623	\$ 6,142,999	5.44%
BRTC	\$ 6,052,381	\$ -	\$ 6,052,381	-9.70%
CCCUA	\$ 3,612,602	\$ 131,396	\$ 3,481,206	-0.15%
COTO	\$ 3,523,733	\$ -	\$ 3,523,733	-2.26%
EACC	\$ 8,348,134	\$ -	\$ 8,348,134	-1.24%
NAC	\$ 7,925,968	\$ -	\$ 7,925,968	-5.82%
NPC	\$ 8,956,024	\$ -	\$ 8,956,024	-4.69%
NWACC	\$ 11,406,258	\$ 627,768	\$ 10,778,490	4.88%
OZC	\$ 3,095,210	\$ -	\$ 3,095,210	-4.83%
PCCUA	\$ 8,972,457	\$ -	\$ 8,972,457	0.29%
SACC	\$ 6,252,791	\$ 127,969	\$ 6,124,822	-3.45%
SAUT	\$ 5,648,456	\$ -	\$ 5,648,456	-1.37%
SEAC	\$ 5,580,430	\$ -	\$ 5,580,430	-6.00%
UACCB	\$ 4,195,173	\$ 2,146	\$ 4,193,027	-2.15%
UACCH	\$ 5,012,860	\$ 407,889	\$ 4,604,971	4.98%
UACCM	\$ 4,985,709	\$ -	\$ 4,985,709	2.95%
UA-RM	\$ 3,174,800	\$ -	\$ 3,174,800	10.30%
UA-PT	\$ 14,986,063	\$ -	\$ 14,986,063	-13.67%
2 YR SUBTOTAL	\$ 146,910,063	\$ 2,228,756	\$ 144,681,307	-2.56%

Productivity Funding Distribution

Institution	NEW GENERAL REVENUE FUNDING		
	Productivity Index Increases (Increases Only)	Contribution to Increase (by Inst. Type)	Distribution of NEW Funding
ASUJ	908	12.60%	789,877
ATU*	639	8.86%	555,850
HSU	-	0.00%	-
SAUM	1,330	18.45%	1,157,158
UAF	2,584	35.86%	2,248,903
UAFS	-	0.00%	-
UALR	84	1.16%	72,845
UAM*	207	2.87%	179,846
UAPB	403	5.59%	350,840
UCA	1,052	14.60%	915,693
4YR SUBTOTAL	7,207	100%	6,271,012

Productivity Funding Distribution

	NEW GENERAL REVENUE FUNDING		
Institution	Productivity Index Increases (Increases Only)	Contribution to Increase (by Inst. Type)	Distribution of NEW Funding
ANC	87	5.88%	129,046
ASUB	-	0.00%	-
ASUMH	-	0.00%	-
ASUMS	41	2.75%	60,356
ASUN	274	18.59%	408,061
BRTC	-	0.00%	-
CCCUA	-	0.00%	-
COTO	-	0.00%	-
EACC	-	0.00%	-
NAC	-	0.00%	-
NPC	-	0.00%	-
NWACC	584	39.58%	868,598
OZC	-	0.00%	-
PCCUA	7	0.46%	10,114
SACC	-	0.00%	-
SAUT	-	0.00%	-
SEAC	-	0.00%	-
UACCB	-	0.00%	-
UACCH	162	10.98%	240,848
UACCM	161	10.90%	239,297
UA-RM	160	10.85%	238,183
UA-PT	-	0.00%	-
2 YR SUBTOTAL	1,476	100%	2,194,503

Productivity Funding Distribution

	PRODUCTIVITY REALLOCATION			
Institution	Change in Productivity Index (Increases Only)	Contribution to Increase (by Inst. Type)	Reallocation Losses (1.5%)	Reallocation of Productivity Losses
ASUJ	908	12.60%	\$ -	\$ 30,775
ATU*	639	8.86%	\$ -	\$ 21,657
HSU	-	0.00%	\$ 16,758	\$ (16,758)
SAUM	1,330	18.45%	\$ -	\$ 45,084
UAF	2,584	35.86%	\$ -	\$ 87,620
UAFS	-	0.00%	\$ 227,568	\$ (227,568)
UALR	84	1.16%	\$ -	\$ 2,838
UAM*	207	2.87%	\$ -	\$ 7,007
UAPB	403	5.59%	\$ -	\$ 13,669
UCA	1,052	14.60%	\$ -	\$ 35,677
4YR SUBTOTAL	7,207	100%	\$ 244,326	\$ -

Productivity Funding Distribution

Institution	PRODUCTIVITY REALLOCATION			
	Change in Productivity Index (Increases Only)	Contribution to Increase (by Inst. Type)	Reallocation Losses (1.5%)	Reallocation of Productivity Losses
ANC	87	5.88%	\$ -	\$ 78,101
ASUB	-	0.00%	\$ 178,947	\$ (178,947)
ASUMH	-	0.00%	\$ 56,098	\$ (56,098)
ASUMS	41	2.75%	\$ -	\$ 36,528
ASUN	274	18.59%	\$ -	\$ 246,965
BRTC	-	0.00%	\$ 90,786	\$ (90,786)
CCCUA	-	0.00%	\$ 5,167	\$ (5,167)
COTO	-	0.00%	\$ 52,856	\$ (52,856)
EACC	-	0.00%	\$ 103,829	\$ (103,829)
NAC	-	0.00%	\$ 118,890	\$ (118,890)
NPC	-	0.00%	\$ 134,340	\$ (134,340)
NWACC	584	39.58%	\$ -	\$ 525,690
OZC	-	0.00%	\$ 46,428	\$ (46,428)
PCCUA	7	0.46%	\$ -	\$ 6,121
SACC	-	0.00%	\$ 91,872	\$ (91,872)
SAUT	-	0.00%	\$ 77,544	\$ (77,544)
SEAC	-	0.00%	\$ 83,706	\$ (83,706)
UACCB	-	0.00%	\$ 62,895	\$ (62,895)
UACCH	162	10.98%	\$ -	\$ 145,765
UACCM	161	10.90%	\$ -	\$ 144,827
UA-RM	160	10.85%	\$ -	\$ 144,152
UA-PT	-	0.00%	\$ 224,791	\$ (224,791)
2 YR SUBTOTAL	1,476	100%	\$ 1,328,150	\$ -

Productivity Funding Distribution

Institution	RECOMMENDATION				
	Recommended Funding 2020-2021	Total Change in Funding	% Change	RSA Increase (Capped at 2.0%)	Incentive Funding
ASUJ	\$ 56,935,389	\$ 820,651	1.46%	\$ 820,651	\$ -
ATU*	\$ 33,387,368	\$ 577,506	1.76%	\$ 577,506	\$ -
HSU	\$ 18,949,729	\$ (16,758)	-0.09%	\$ -	\$ -
SAUM	\$ 17,179,180	\$ 1,202,242	7.52%	\$ 319,539	\$ 882,704
UAF	\$ 122,829,056	\$ 2,336,523	1.94%	\$ 2,336,523	\$ -
UAFS	\$ 20,347,201	\$ (227,568)	-1.11%	\$ -	\$ -
UALR	\$ 56,358,996	\$ 75,683	0.13%	\$ 75,683	\$ -
UAM*	\$ 15,973,435	\$ 186,853	1.18%	\$ 186,853	\$ -
UAPB	\$ 22,498,846	\$ 364,509	1.65%	\$ 364,509	\$ -
UCA	\$ 55,253,184	\$ 951,370	1.75%	\$ 951,370	\$ -
4YR SUBTOTAL	419,712,386	\$ 6,271,012	1.52%	\$ 5,632,635	\$ 882,704

Productivity Funding Distribution

Institution	RECOMMENDATION				
	Recommended Funding 2020-2021	Total Change in Funding	% Change	RSA Increase (Capped at 2.0%)	Incentive Funding
ANC	\$ 8,698,428	\$ 207,146	2.44%	\$ 169,826	\$ 37,320
ASUB	\$ 11,750,839	\$ (178,947)	-1.50%	\$ -	\$ -
ASUMH	\$ 3,683,762	\$ (56,098)	-1.50%	\$ -	\$ -
ASUMS	\$ 4,042,384	\$ 96,884	2.46%	\$ 78,910	\$ 17,974
ASUN	\$ 6,798,025	\$ 655,027	10.66%	\$ 122,860	\$ 532,167
BRTC	\$ 5,961,595	\$ (90,786)	-1.50%	\$ -	\$ -
CCCUA	\$ 3,476,039	\$ (5,167)	-0.15%	\$ -	\$ -
COTO	\$ 3,470,877	\$ (52,856)	-1.50%	\$ -	\$ -
EACC	\$ 8,244,306	\$ (103,829)	-1.24%	\$ -	\$ -
NAC	\$ 7,807,078	\$ (118,890)	-1.50%	\$ -	\$ -
NPC	\$ 8,821,684	\$ (134,340)	-1.50%	\$ -	\$ -
NWACC	\$ 12,172,778	\$ 1,394,288	12.94%	\$ 215,570	\$ 1,178,718
OZC	\$ 3,048,782	\$ (46,428)	-1.50%	\$ -	\$ -
PCCUA	\$ 8,988,693	\$ 16,236	0.18%	\$ 16,236	\$ -
SACC	\$ 6,032,949	\$ (91,872)	-1.50%	\$ -	\$ -
SAUT	\$ 5,570,912	\$ (77,544)	-1.37%	\$ -	\$ -
SEAC	\$ 5,496,724	\$ (83,706)	-1.50%	\$ -	\$ -
UACCB	\$ 4,130,132	\$ (62,895)	-1.50%	\$ -	\$ -
UACCH	\$ 4,991,585	\$ 386,613	8.40%	\$ 92,099	\$ 294,514
UACCM	\$ 5,369,833	\$ 384,124	7.70%	\$ 99,714	\$ 284,410
UA-RM	\$ 3,557,135	\$ 382,335	12.04%	\$ 63,496	\$ 318,839
UA-PT	\$ 14,761,272	\$ (224,791)	-1.50%	\$ -	\$ -
2 YR SUBTOTAL	\$ 146,875,810	\$ 2,194,503	1.52%	\$ 858,711	\$ 2,663,941

Nick Fuller
Deputy Director

**AGENDA ITEM NO. 7:
REPORT ON INTERCOLLEGIATE ATHLETIC
REVENUES & EXPENDITURES 2018-19**

Athletic Report

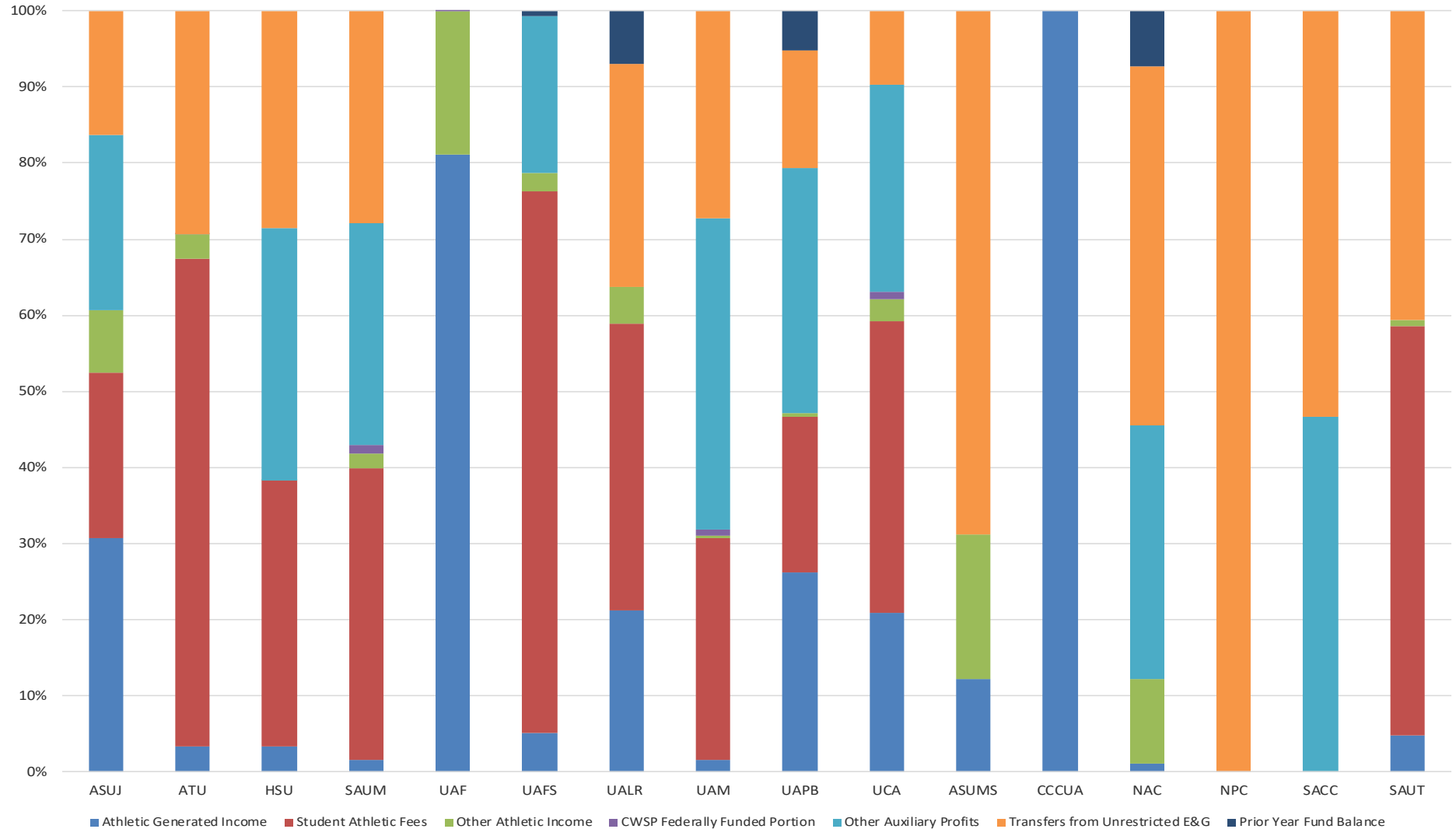
- A.C.A. §6-62-106 directs AHECB to develop and establish uniform accounting standards and procedures for reporting revenues and expenditures.
- The 2018-19 Athletic actual expenditures for state-supported universities was \$201.9 million and \$1.07 million for two-year colleges.
- This represents an **increase** of 7.1 percent over 2017-18.

Revenues by Source

Revenues	All Institutions (including UAF)	Percent of Total Revenues	All Institutions (excluding UAF)	Percent of Total Revenues
Athletic Generated Income	\$ 118,050,226	57.77%	\$ 13,954,527	18.35%
Student Athletic Fees	\$ 26,506,301	12.97%	\$ 26,506,301	34.86%
Other Athletic Income	\$ 27,251,929	13.34%	\$ 3,064,823	4.03%
CWSP Federally Funded Portion	\$ 240,248	0.12%	\$ 228,546	0.30%
Other Auxiliary Profits	\$ 16,306,083	7.98%	\$ 16,306,083	21.44%
Transfers from Unrestricted E&G	\$ 14,882,760	7.28%	\$ 14,882,760	19.57%
Prior Year Fund Balance	\$ 1,102,999	0.54%	\$ 1,102,999	1.45%
Total Revenues	\$ 204,340,545	100.00%	\$ 76,046,039	100.00%

% of Athletic Revenues By Source

2018-19

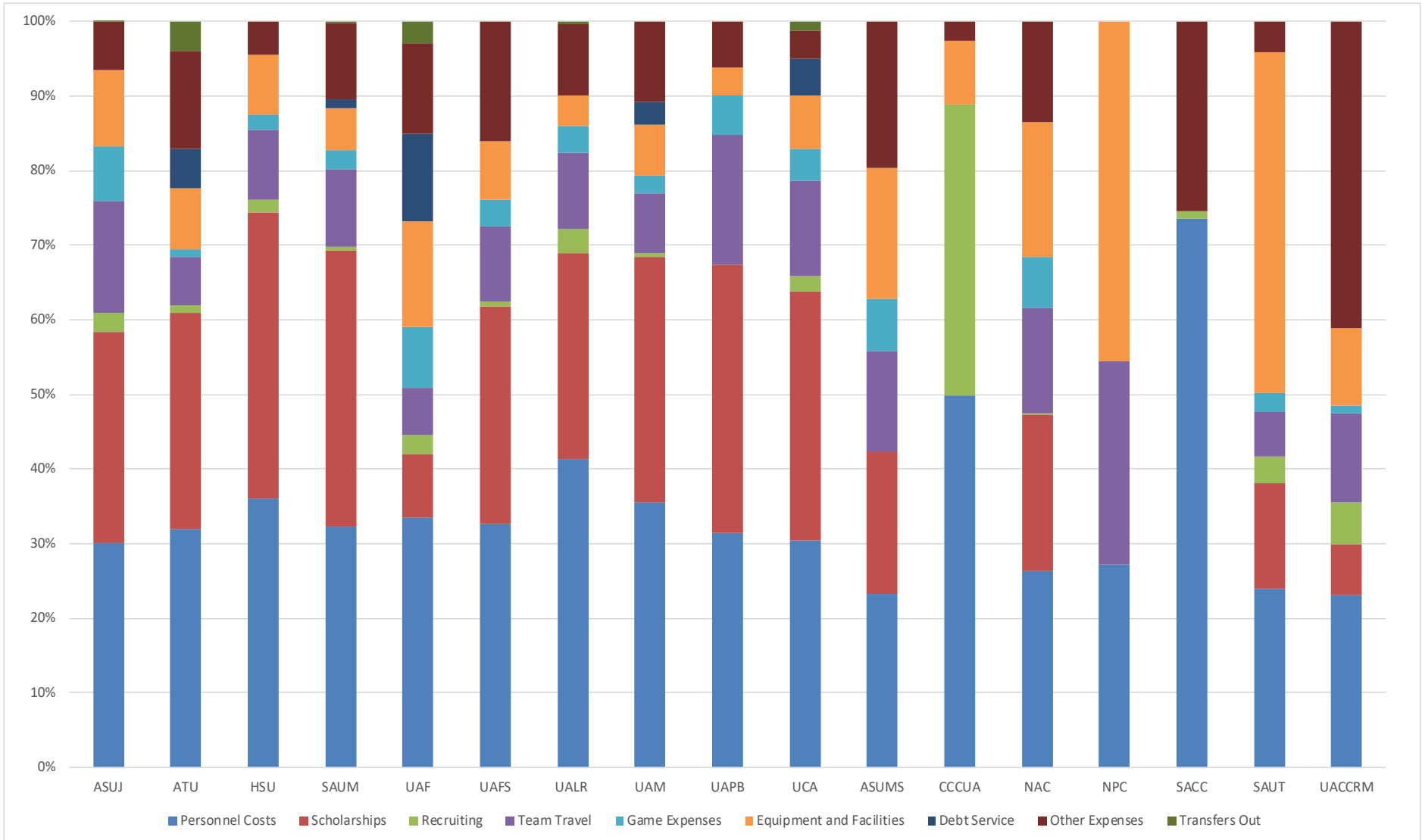


Expenditures by Source

Expenditures	All Institutions (including UAF)	Percent of Total Expenditures	All Institutions (excluding UAF)	Percent of Total Expenditures
Personnel Costs	\$ 67,455,460	33.2%	\$ 24,832,402	32.7%
Scholarships	\$ 34,502,873	17.0%	\$ 23,734,044	31.2%
Recruiting	\$ 4,639,120	2.3%	\$ 1,364,063	1.8%
Team Travel	\$ 17,363,520	8.6%	\$ 9,336,925	12.3%
Game Expenses	\$ 13,548,621	6.7%	\$ 3,349,117	4.4%
Equipment and Facilities	\$ 23,939,800	11.8%	\$ 5,797,155	7.6%
Debt Service	\$ 15,961,747	7.9%	\$ 1,198,443	1.6%
Other Expenses	\$ 21,397,441	10.5%	\$ 5,914,865	7.8%
Transfers Out	\$ 4,185,006	2.1%	\$ 484,188	0.6%
Total Expenditures	\$ 202,993,588	100.0%	\$ 76,011,203	100.0%

% of Athletic Expenditures By Source

2018-19



Nick Fuller

Deputy Director

**AGENDA ITEM NO. 8:
BOND AND LOAN FEASIBILITY
UPDATES**

Bond & Loan Feasibility Updates

This update consists of the actual terms for bond and loan issues receiving AHECB approval that occurred from October 2018 through October 2019.

- Report includes the actual date of bond/loan issue, amount of bond/loan issue and actual bond/loan terms for bond and loans approved during the reporting period

Nick Fuller

Deputy Director

AGENDA ITEM NO. 9: MAINTENANCE REPORT

Maintenance of New Facilities Report

- The AHECB policy for maintenance of new facilities states that a report on the amount transferred to plant funds will be presented annually at the October AHECB meeting
 - Ensures all newly constructed or purchased facilities will have a source of funding for maintenance
 - 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
- Current rates:**
- \$2.50 per gross square foot for an educational and general facility
 - \$1.25 per gross square foot for an auxiliary facility
- Report includes the status of the maintenance transfer for each new facility for which a loan or bond issue was approved for the construction or purchase of that facility



Dr. Jessie J Walker
Senior Associate Director of Academic Affairs
/Research & Analytics



ACADEMIC COMMITTEE CONSENT AGENDA ITEMS

Consent Items

- *10. University of Arkansas, Fayetteville
Bachelor of Science in Data Science
- *11. University of Arkansas, Fayetteville
Master of Science in Economic Analytics
- *12. University of Arkansas for Medical Sciences
Master of Science in Healthcare Data Analytics
- *13. University of Arkansas Community College Hope-Texarkana
New Off Campus Instruction Center – James Black School of
Bladesmithing and Historic Trades

*Numbers refer to main agenda

Dr. Jessie J Walker

Senior Associate Director of Academic Affairs

/Research & Analytics

AGENDA ITEM NO. 14

INSTITUTIONAL CERTIFICATION

ADVISORY COMMITTEE: RESOLUTIONS



Institutional Certification Advisory Committee (ICAC)

- 1 College
- 8 Programs

Dr. Jessie J Walker
Senior Associate Director of Academic Affairs
/Research & Analytics

AGENDA ITEM NO. 15
LETTERS OF NOTIFICATION



Letters of Notification

- Programs approved by the ADHE Director
- Programs must be included on the AHECB agenda prior to initiation
- Programs are reasonable and moderate extensions of existing certificates and degrees

Dr. Jessie J Walker

Senior Associate Director of Academic Affairs

/Research & Analytics

AGENDA ITEM NO. 16

LETTERS OF INTENT



Letters of Intent

- Notification of institutional plans to offer new programs or organizational units that require Coordinating Board approval
- Chief academic officers and chief executive officers can comment on the proposals before consideration by AHECB

Appointment of Nominating Committee

Chairman Jim Carr will appoint members of the Arkansas Higher Education Coordinating Board nominating committee. The nominating committee will recommend Board officers for 2020-21 at the January 31, 2020 meeting.

- Chair - Dr. Michael Stanton
- Chris Gilliam
- Lori Griffin

2020 Coordinating Board Meeting Schedule

The proposed 2020 schedule for these regular quarterly meetings follows:

- January 31, 2020 ADHE, Little Rock
- April 24, 2020 ADHE, Little Rock
- July 31, 2020 Arkansas State University - Jonesboro
- October 30, 2020 ADHE, Little Rock

ADHE Staffing



- **Jonathan Coleman**
Financial Aid Program Manager
 - Last day was September 27, 2019



- **Lisa Smith**
Financial Aid Program Manager
 - Began October 14, 2019

State Approving Agency for Veterans Training



Bill Dedner
Program Manager



LaTrenda Jackson
Program Advisor



Carlton Lawyer
Program Advisor



Sheila Gray
Administrative Assistant

Institutional Leadership



Christina Drale, Ph.D., has been named chancellor of the University of Arkansas at Little Rock. Drale has served as interim executive vice chancellor and provost of the campus since October 2018.

Elaine Kneebone, General Counsel for Henderson State University, will serve as acting president until an interim search is completed. Kneebone is a 1997 graduate of Henderson State University with a bachelor of arts degree in history.



ELEVATE

THE CAREER ADVANCEMENT ACADEMY

ADHE Closing the Gap Award Recipient

What is Elevate?

Founded in 2017, the ATU Norman Career Services Elevate program utilizes National Association of Colleges and Employers (NACE) career readiness standards and makes career preparation accessible to all students by providing it through self-paced, online learning.

Elements of Elevate

- Self-Assessment
- Development of a Career Action Plan
- Resume and Cover Letter Training
- Two Mock Interviews
- Attendance at Two Networking Events/Career Fairs
- Participation in an Experiential Learning Opportunity

Program Incentives

- ATU Padfolio
- Certificate of Completion
- Commemorative Award
- Admission to a Luncheon Banquet
- Up to \$500 to Purchase Business Attire

Program Outcomes

- Fall 2018 – 140 participants
 - 24 completers
 - 15 ‘went shopping’
 - Intern with US Army Corps of Engineers
 - Academic Advisor at University of Kansas
 - Engineer at Georgia-Pacific, LLC
 - Intern with Senator Tom Cotton & intern at Cascade Investment Capital
- Fall 2019 – 202 enrolled
 - 109 have completed at least 1 milestone



HSU FINANCIAL UPDATE
Dr. Elaine Kneebone – Acting President

Nick Fuller
Deputy Director

**AGENDA ITEM NO. 5:
CONCURRENT CHALLENGE SCHOLARSHIP**

Concurrent Challenge Scholarship

ACT 456 of 2019

- Eligible to High School juniors and seniors who are enrolled in an Arkansas public school, private school, or home school.
- Allows a scholarship award for an eligible endorsed concurrent enrollment course or certificate program.
- Will award a maximum of \$125 per eligible course a student is enrolled in, with a maximum of 2 courses per semester of eligibility.
- Awards will be made to the institution on behalf of the student.
- Funded from excess lottery proceeds after the Academic Challenge and Workforce Challenge scholarships have been funded.