SECOND REGULAR SESSION SENATE COMMITTEE SUBSTITUTE FOR

HOUSE BILL NO. 1390

97TH GENERAL ASSEMBLY

Reported from the Committee on Education, April 28, 2014, with recommendation that the Senate Committee Substitute do pass.

TERRY L. SPIELER, Secretary.

ANACT

To repeal sections 161.097, 163.191, 173.005, 173.030, 173.1006, 174.450, and 178.638, RSMo, and to enact in lieu thereof eight new sections relating to authorization for funding and administrative processes in higher education.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 161.097, 163.191, 173.005, 173.030, 173.1006, 174.450,

- 2 and 178.638, RSMo, are repealed and eight new sections enacted in lieu thereof,
- 3 to be known as sections 161.097, 163.191, 173.005, 173.030, 173.1006, 173.1540,
- 4 174.450, and 178.638, to read as follows:

161.097. 1. The state board of education and the coordinating board

- 2 for higher education shall jointly establish standards and procedures by
- 3 which [it] they will evaluate all teacher training institutions in this state [for the
- 4 approval of teacher education programs. The state board of education shall not
- 5 require teacher training institutions to meet national or regional accreditation as
- 6 a part of its standards and procedures in making those evaluations, but it may
- 7 accept such accreditations in lieu of such approval if standards and procedures
- 8 set thereby are at least as stringent as those set by the board. The state board
- 9 of education's standards and procedures for evaluating teacher training
- 10 institutions shall equal or exceed those of national or regional accrediting
 - 1 associations] with the guidance and approval of the Missouri advisory
- 12 board for educator preparation, established under subsection 3 of this
- 13 section. Notwithstanding any other provision of law, the state board of
- 14 education and the coordinating board of higher education shall
- 15 approve all teacher education programs and any changes to the
- 16 standards and procedures by which such programs are evaluated.

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2. With regard to requirements for state educator certification, 17 18 any assessments of general education, content knowledge, pedagogical knowledge, dispositions, or any other measures required for state 20 educator certification shall be approved by the state board of education 21and the coordinating board for higher education prior to utilization in any manner. Any assessment used to measure student learning that is 23 used in the evaluation of educator preparation programs shall be approved by the state board of education and the coordinating board 24for higher education prior to utilization in any manner. All current 25assessments and those under development, as well as future 26assessments shall be approved by the state board of education and the coordinating board for higher education prior to utilization in any 28manner. No quotas on educator preparation programs or limits on 29 program size shall be imposed by the state board of education without 30 31 consent of the coordinating board for higher education and the 32 institution of higher education providing the program. However, institutions of higher education may establish quotas for specific educator preparation programs as deemed necessary. 34

- 3. There is hereby established within the department of elementary and secondary education the "Missouri Advisory Board for 37 Educator Preparation", hereinafter referred to as "MABEP". The 38 MABEP shall advise the state board of education and the coordinating board for higher education as provided in this section and foster meaningful and substantial collaboration and transparency among all stakeholders in the interest of improving the quality of teacher preparation in Missouri.
- 43 4. MABEP shall be comprised of fourteen members, who shall be appointed to serve as follows: five members to be appointed by the 44 state board of education upon the recommendation of the commissioner 46 of education, two members selected by the commissioner of education, 47 five members to be selected by the coordinating board of higher education upon the recommendation of the commissioner of higher 48 education, and two members to be selected by the commissioner of 49 50 higher education. The commissioner of education and the commissioner of higher education shall serve as ex officio members and thus shall not vote on matters before MABEP. 52
 - 5. The composition of MABEP shall consist of the following:

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- (1) One practicing certificated public school teacher who has 54 55 served as a cooperating teacher, selected by the state board of education upon the recommendation of the commissioner of education;
- (2) One practicing certified public school administrator with 57 58 direct responsibility for the evaluation of educators, selected by the state board of education upon the recommendation of the commissioner 59 60 of education;
- (3) One practicing human resource director for a public school 61 district with direct responsibility for hiring, selected by the state board 62 of education upon the recommendation of the commissioner of education: 64
- 65 (4) One practicing certificated public school teacher who has served as a teacher mentor, selected by the state board of education 66 upon the recommendation of the commissioner of education; 67
- 68 (5) One practicing certified superintendent of a public school, 69 selected by the state board of education upon the recommendation of the commissioner of education;
- (6) One representative of the public, to be appointed by the commissioner of education. This representative shall not be a member 7273 of a local school board or educator preparation governing board, nor shall he or she be, or ever in the past have been, employed as a public 74school educator, or in a professional position at any post-secondary 76 education program;
 - (7) One employee of the department of elementary and secondary education whose responsibilities include educator preparation or certification, selected by the commissioner of education;
- 80 (8) One faculty member or administrator within an approved educator preparation program, selected by the coordinating board of 81 higher education upon the recommendation of the commissioner of 83 higher education;
- 84 (9) One dean or director of a college or program of educator preparation for a public four-year university, selected by the 85 coordinating board of higher education upon the recommendation of 86 the commissioner of higher education; 87
- 88 (10) One director of an educator preparation program of a public community college, selected by the coordinating board of higher 89 education upon the recommendation of the commissioner of higher

91 education;

- (11) One dean of a college of education or director of an educator 9293 preparation program of an independent college or university, selected 94 by the coordinating board of higher education upon the 95 recommendation of the commissioner of higher education;
- 96 (12) One dean or director within an approved educator 97 preparation, selected by the coordinating board of higher education upon the recommendation of the commissioner of higher education; 98
- 99 (13) One student enrolled in an approved program of educator preparation of public or independent university, selected by the 100 commissioner of higher education; 101
- 102 (14) One employee of the department of higher education with responsibility for the approval of degree programs, selected by the 103 commissioner of higher education. 104
- 6. The duties and responsibilities of the MABEP shall include, 105 but not be limited to the following: 106
- (1) Meet with the commissioners of education and higher 107 108 education to discuss policy issues and proposed changes to standards and practices related to educator preparation programs; 109
- (2) Make recommendations to the commissioners of education 110 and higher education regarding the criteria and procedures for 111 112 evaluation and approval of educator degree programs and educator preparation programs within the state; 113
- (3) Facilitate communication by inviting subject matter and 115educator preparation experts and constituencies with an interest in developing highly effective educators to meet with the MABEP for the 116 117purpose of identifying, reviewing and promoting best practices and 118 standards in educator preparation and professional development;
- 119 (4) Present annually to the state board of education and 120coordinating board for higher education to discuss matters of mutual 121 interest in the area of educator preparation as presented by the 122rotating chairs of MABEP; and
- 123 (5) Maintain a record of deliberations for the purpose of keeping constituent groups with an interest in the maintenance of quality 124125education preparation programs informed of issues 126 recommendations.
- 127 7. MABEP shall meet at least two times annually, but may meet

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more frequently if requested by either board, the commissioner of education or the commissioner of higher education. MABEP shall be chaired by the commissioner of education, or his or her designee, and the commissioner of higher education, or his or her designee, on alternating years.

- 8. Upon approval by the state board of education of the teacher education program at a particular teacher training institution, any person who graduates from that program, and who meets other requirements which the state board of education shall prescribe by rule, regulation and statute shall be granted a certificate or license to teach in the public schools of this state. The state board of education shall not approve any teacher education program prior to receiving a formal recommendation on that approval from the coordinating board for higher education. However, no such rule or regulation shall require that the program from which the person graduates be accredited by any national or regional accreditation association.
- [3. Notwithstanding any provision in the law to the contrary, the state board of education may accredit a graduate law school and any graduate of such an accredited law school shall be allowed to take the examination for admission to the bar of Missouri.]

 $163.191.\ 1.$ As used in this section, the following terms shall 2 mean:

- 3 (1) "Community college", an institution of higher education 4 deriving financial resources from local, state, and federal sources, and 5 providing postsecondary education primarily for persons above the 6 twelfth grade age level, including courses in:
 - (a) Liberal arts and sciences, including general education;
 - (b) Occupational, vocational-technical; and
- 9 (c) A variety of educational community services.
- 10 Community college course offerings lead to the granting of certificates,
- 11 diplomas, or associate degrees, but do not include baccalaureate or
- 12 higher degrees;
- 13 (2) "Operating costs", all costs attributable to current operations, 14 including all direct costs of instruction, instructors' and counselors'
- 15 compensation, administrative costs, all normal operating costs and all
- 16 similar noncapital expenditures during any year, excluding costs of
- 17 construction of facilities and the purchase of equipment, furniture, and

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other capital items authorized and funded in accordance with 19 subsection 6 of this section. Operating costs shall be computed in 20 accordance with accounting methods and procedures to be specified by 21the department of higher education;

(3) "Year", from July first to June thirtieth of the following year.

23 2. Each year public community colleges in the aggregate shall be eligible to receive from state funds, if state funds are available and appropriated, an 24amount up to but not more than fifty percent of the state community colleges' planned operating costs as determined by the department of higher 26 education. [As used in this subsection, the term "year" means from July first to 27June thirtieth of the following year. As used in this subsection, the term 28 29 "operating costs" means all costs attributable to current operations, including all direct costs of instruction, instructors' and counselors' compensation, 30 31 administrative costs, all normal operating costs and all similar noncapital 32expenditures during any year, excluding costs of construction of facilities and the purchase of equipment, furniture, and other capital items authorized and funded 33 in accordance with subsection 2 of this section. Operating costs shall be 34 computed in accordance with accounting methods and procedures to be specified 35 by the department of higher education.] The department of higher education shall 36 review all institutional budget requests and prepare 37 appropriation recommendations annually for the community colleges under the supervision of 38 the department. The department's budget request shall include a recommended level of funding.

41 3. (1) Except as provided in subdivision (2) of this subsection, distribution of appropriated funds to community college districts shall be in 42 accordance with the community college resource allocation model. This model shall be developed and revised as appropriate cooperatively by the community colleges and the department of higher education. The department of higher 45education shall recommend the model to the coordinating board for higher 46 education for their approval. The core funding level for each community college 47shall initially be established at an amount agreed upon by the community colleges and the department of higher education. This amount will be adjusted annually 49 50 for inflation, limited growth, and program improvements in accordance with the resource allocation model starting with fiscal year 1993. [The department of 51higher education shall request new and separate state aid funds for any new districts for their first six years of operation. The request for the new districts

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- shall be based upon the same level of funding being provided to the existing districts, and should be sufficient to provide for the growth required to reach a mature enrollment level.
 - (2) Unless the general assembly chooses to otherwise appropriate state funding, beginning in fiscal year 2016, at least ninety percent of any increase in core funding over the appropriated amount for the previous fiscal year shall be distributed in accordance with the achievement of performance-funding measures under section 173.1006.
 - 4. The department of higher education [will] shall be responsible for evaluating the effectiveness of the resource allocation model and [will] shall submit a report to the governor, the joint committee on education, the speaker of the house of representatives and president pro tem of the senate by [November 1997] October 31, 2019, and every four years thereafter.
 - [2.] 5. The department of higher education shall request new and separate state-aid funds for any new community college district for its first six years of operation. The request for the new district shall be based upon the same level of funding being provided to the existing districts, and should be sufficient to provide for the growth required to reach a mature enrollment level.
- 73 6. In addition to state funds received for operating purposes, each community college district shall be eligible to receive an annual appropriation, exclusive of any capital appropriations, for the cost of maintenance and repair of 75facilities and grounds, including surface parking areas, and purchases of equipment and furniture. Such funds shall not exceed in any year an amount 77equal to ten percent of the state appropriations, exclusive of any capital 78 appropriations, to community college districts for operating purposes during the 79 most recently completed fiscal year. The department of higher education may 80 include in its annual appropriations request the necessary funds to implement 82 the provisions of this subsection and when appropriated shall distribute the funds to each community college district as appropriated. The department of higher 83 education appropriations request shall be for specific maintenance, repair, and 84 equipment projects at specific community college districts, shall be in an amount 85 of fifty percent of the cost of a given project as determined by the coordinating 86 board and shall be only for projects which have been approved by the coordinating 87 board through a process of application, evaluation, and approval as established 88 by the coordinating board. The coordinating board, as part of its process of

- application, evaluation, and approval, shall require the community college district to provide proof that the fifty-percent share of funding to be defrayed by the district is either on hand or committed for maintenance, repair, and equipment projects. Only salaries or portions of salaries paid which are directly related to approved projects may be used as a part of the fifty-percent share of funding.
- [3.] 7. School districts offering two-year college courses pursuant to section 178.370 on October 31, 1961, shall receive state aid pursuant to [subsections 1 and 2] subsection 2, subdivision (1) of subsection 3, and subsection 6 of this section if all scholastic standards established pursuant to sections 178.770 to 178.890 are met.
- 100 [4.] 8. In order to make postsecondary educational opportunities 101 available to Missouri residents who do not reside in an existing community 102college district, community colleges organized pursuant to section 178.370 or 103 sections 178.770 to 178.890 shall be authorized pursuant to the funding 104 provisions of this section to offer courses and programs outside the community 105 college district with prior approval by the coordinating board for higher 106 education. The classes conducted outside the district shall be self-sustaining except that the coordinating board shall promulgate rules to reimburse selected 107 out-of-district instruction only where prior need has been established in 108 109 geographical areas designated by the coordinating board for higher education.
- Funding for such off-campus instruction shall be included in the appropriation recommendations, shall be determined by the general assembly and shall continue, within the amounts appropriated therefor, unless the general assembly disapproves the action by concurrent resolution.
- [5. A "community college" is an institution of higher education deriving financial resources from local, state, and federal sources, and providing postsecondary education primarily for persons above the twelfth grade age level, including courses in:
- 118 (1) Liberal arts and sciences, including general education;
- 119 (2) Occupational, vocational-technical; and
- 120 (3) A variety of educational community services.
- 121 Community college course offerings lead to the granting of certificates, diplomas, 122 and/or associate degrees, but do not include baccalaureate or higher degrees.
- 6.] 9. When distributing state aid authorized for community colleges, the state treasurer may, in any year if requested by a community college, disregard the provision in section 30.180 requiring the state treasurer to convert the

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warrant requesting payment into a check or draft and wire transfer the amount to be distributed to the community college directly to the community college's designated deposit for credit to the community college's account.

173.005. 1. There is hereby created a "Department of Higher Education", 2 and the division of higher education of the department of education is abolished 3 and all its powers, duties, functions, personnel and property are transferred as 4 provided by the Reorganization Act of 1974, Appendix B, RSMo.

5 2. The commission on higher education is abolished and all its powers, duties, personnel and property are transferred by type I transfer to the 6 7 "Coordinating Board for Higher Education", which is hereby created, and the coordinating board shall be the head of the department. The coordinating board shall consist of nine members appointed by the governor with the advice and 10 consent of the senate, and not more than five of its members shall be of the same political party. None of the members shall be engaged professionally as an 11 12 educator or educational administrator with a public or private institution of higher education at the time appointed or during his term. Moreover, no person 14 shall be appointed to the coordinating board who shall not be a citizen of the United States, and who shall not have been a resident of the state of Missouri two 15 16 years next prior to appointment, and at least one but not more than two persons shall be appointed to said board from each congressional district. The term of 17 18 service of a member of the coordinating board shall be six years and said members, while attending the meetings of the board, shall be reimbursed for their 19 20actual expenses. Notwithstanding any provision of law to the contrary, nothing in this section relating to a change in the composition and configuration of 2122congressional districts in this state shall prohibit a member who is serving a term 23on August 28, 2011, from completing his or her term. The coordinating board may, in order to carry out the duties prescribed for it in subsections 1, 2, 3, 7, and 248 of this section, employ such professional, clerical and research personnel as may 25be necessary to assist it in performing those duties, but this staff shall not, in any 26 fiscal year, exceed twenty-five full-time equivalent employees regardless of the 27source of funding. In addition to all other powers, duties and functions 28 29 transferred to it, the coordinating board for higher education shall have the 30 following duties and responsibilities:

(1) The coordinating board for higher education shall have approval of proposed new degree programs to be offered by the state institutions of higher education. In the case of educator preparation programs, the

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34 coordinating board for higher education and the state board of 35 education shall jointly approve proposed new degree programs offered 36 by state institutions of higher education;

- 37 (2) The coordinating board for higher education may promote and encourage the development of cooperative agreements between Missouri public 38 four-year institutions of higher education which do not offer graduate degrees and 39 Missouri public four-year institutions of higher education which do offer graduate 40 degrees for the purpose of offering graduate degree programs on campuses of 41 those public four-year institutions of higher education which do not otherwise 42offer graduate degrees. Such agreements shall identify the obligations and duties 43 of the parties, including assignment of administrative responsibility. Any 44 45 diploma awarded for graduate degrees under such a cooperative agreement shall 46 include the names of both institutions inscribed thereon. Any cooperative agreement in place as of August 28, 2003, shall require no further approval from 47 the coordinating board for higher education. Any costs incurred with respect to 48 the administrative provisions of this subdivision may be paid from state funds allocated to the institution assigned the administrative authority for the 50 program. The provisions of this subdivision shall not be construed to invalidate 51 the provisions of subdivision (1) of this subsection; 52
 - (3) In consultation with the heads of the institutions of higher education affected and against a background of carefully collected data on enrollment, physical facilities, manpower needs, **and** institutional missions, the coordinating board for higher education shall establish guidelines for appropriation requests by those institutions of higher education; however, other provisions of the Reorganization Act of 1974 notwithstanding, all funds shall be appropriated by the general assembly to the governing board of each public four-year institution of higher education which shall prepare expenditure budgets for the institution;
 - (4) No new state-supported senior colleges or residence centers shall be established except as provided by law and with approval of the coordinating board for higher education;
 - (5) The coordinating board for higher education shall establish admission guidelines consistent with institutional missions;
- 66 (6) The coordinating board for higher education shall require all public 67 two-year and four-year higher education institutions to replicate best practices 68 in remediation identified by the coordinating board and institutions from research 69 undertaken by regional educational laboratories, higher education research

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organizations, and similar organizations with expertise in the subject, and identify and reduce methods that have been found to be ineffective in preparing or retaining students or that delay students from enrollment in college-level courses;

- 74 (7) The coordinating board shall establish policies and procedures for 75 institutional decisions relating to the residence status of students;
- 76 (8) The coordinating board shall establish guidelines to promote and facilitate the transfer of students between institutions of higher education within the state and, with the assistance of the committee on transfer and articulation, 78 shall require all public two-year and four-year higher education institutions to 79 create by July 1, 2014, a statewide core transfer library of at least twenty-five lower division courses across all institutions that are transferable among all 82 public higher education institutions. The coordinating board shall establish 83 policies and procedures to ensure such courses are accepted in transfer among public institutions and treated as equivalent to similar courses at the receiving 84 institutions. The coordinating board shall develop a policy to foster reverse 86 transfer for any student who has accumulated enough hours in combination with at least one public higher education institution in Missouri that offers an 87 associate degree and one public four-year higher education institution in the 88 prescribed courses sufficient to meet the public higher education institution's requirements to be awarded an associate degree. The department of elementary 91 and secondary education shall maintain the alignment of the assessments found 92in section 160.518 and successor assessments with the competencies previously established under this subdivision for entry-level collegiate courses in English, 93 94 mathematics, foreign language, sciences, and social sciences associated with an institution's general education core; 95
 - (9) The coordinating board shall collect the necessary information and develop comparable data for all institutions of higher education in the state. The coordinating board shall use this information to delineate the areas of competence of each of these institutions and for any other purposes deemed appropriate by the coordinating board;
- 101 (10) Compliance with requests from the coordinating board for 102 institutional information and the other powers, duties and responsibilities, herein 103 assigned to the coordinating board, shall be a prerequisite to the receipt of any 104 funds which the coordinating board is responsible for administering;
- 105 (11) If any institution of higher education in this state, public or private,

willfully fails or refuses to follow any lawful guideline, policy or procedure 106 established or prescribed by the coordinating board, or knowingly deviates from 107 108 any such guideline, or knowingly acts without coordinating board approval where such approval is required, or willfully fails to comply with any other lawful order 109 of the coordinating board, the coordinating board may, after a public hearing, 110 withhold or direct to be withheld from that institution any funds the 111 112 disbursement of which is subject to the control of the coordinating board, or may 113 remove the approval of the institution as an approved institution within the meaning of section 173.1102. If any such public institution willfully disregards 114 board policy, the commissioner of higher education may order such institution to 115 116 remit a fine in an amount not to exceed one percent of the institution's current 117fiscal year state operating appropriation to the board. The board shall hold such 118 funds until such time that the institution, as determined by the commissioner of 119 higher education, corrects the violation, at which time the board shall refund such 120 amount to the institution. If the commissioner determines that the institution 121has not redressed the violation within one year, the fine amount shall be 122deposited into the general revenue fund, unless the institution appeals such decision to the full coordinating board, which shall have the authority to make 123 124 a binding and final decision, by means of a majority vote, regarding the 125 matter. However, nothing in this section shall prevent any institution of higher 126 education in this state from presenting additional budget requests or from explaining or further clarifying its budget requests to the governor or the general 127 128 assembly; and

- 129 (12) (a) As used in this subdivision, the term "out-of-state public 130 institution of higher education" shall mean an education institution located 131 outside of Missouri that:
- a. Is controlled or administered directly by a public agency or political subdivision or is classified as a public institution by the state;
- b. Receives appropriations for operating expenses directly or indirectly from a state other than Missouri;
- 136 c. Provides a postsecondary course of instruction at least six months in 137 length leading to or directly creditable toward a degree or certificate;
- d. Meets the standards for accreditation by an accrediting body recognized by the United States Department of Education or any successor agency; and
- e. Permits faculty members to select textbooks without influence or pressure by any religious or sectarian source.

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- 142 (b) No later than July 1, 2008, the coordinating board shall promulgate 143 rules regarding:
- a. The board's approval process of proposed new degree programs and course offerings by any out-of-state public institution of higher education seeking to offer degree programs or course work within the state of Missouri; and
- 147 b. The board's approval process of degree programs and courses offered 148 by any out-of-state public institutions of higher education that, prior to July 1, 149 2008, were approved by the board to operate a school in compliance with the provisions of sections 173.600 to 173.618. The rules shall ensure that, as of July 150 151 1, 2008, all out-of-state public institutions seeking to offer degrees and courses 152 within the state of Missouri are evaluated in a manner similar to Missouri public 153 higher education institutions. Such out-of-state public institutions shall be held 154 to standards no lower than the standards established by the coordinating board 155 for program approval and the policy guidelines of the coordinating board for data 156 collection, cooperation, and resolution of disputes between Missouri institutions 157 of higher education under this section. Any such out-of-state public institutions 158 of higher education wishing to continue operating within this state must be 159 approved by the board under the rules promulgated under this subdivision. The 160 coordinating board may charge and collect fees from out-of-state public 161 institutions to cover the costs of reviewing and assuring the quality of programs 162 offered by out-of-state public institutions. Any rule or portion of a rule, as that 163 term is defined in section 536.010, that is created under the authority delegated 164 in this section shall become effective only if it complies with and is subject to all 165 of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable and if any of the powers vested with the 166 167 general assembly under chapter 536 to review, to delay the effective date, or to 168 disapprove and annul a rule are subsequently held unconstitutional, then the 169 grant of rulemaking authority and any rule proposed or adopted after August 28, 170 2007, shall be invalid and void.
 - (c) Nothing in this subdivision or in section 173.616 shall be construed or interpreted so that students attending an out-of-state public institution are considered to be attending a Missouri public institution of higher education for purposes of obtaining student financial assistance.
- 3. The coordinating board shall meet at least four times annually with an advisory committee who shall be notified in advance of such meetings. The coordinating board shall have exclusive voting privileges. The advisory

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178 committee shall consist of thirty-two members, who shall be the president or other chief administrative officer of the University of Missouri; the chancellor of 179 180 each campus of the University of Missouri; the president of each state-supported four-year college or university, including Harris-Stowe State University, Missouri 181 Southern State University, Missouri Western State University, and Lincoln 182 University; the president of State Technical College of Missouri; the president or 183 184 chancellor of each public community college district; and representatives of each 185 of five accredited private institutions selected biennially, under the supervision of the coordinating board, by the presidents of all of the state's privately 186 supported institutions; but always to include at least one representative from one 187 privately supported community college, one privately supported four-year college, 188 189 and one privately supported university. The conferences shall enable the 190 committee to advise the coordinating board of the views of the institutions on 191 matters within the purview of the coordinating board.

- 4. The University of Missouri, Lincoln University, and all other state-governed colleges and universities, chapters 172, 174, 175, and others, are transferred by type III transfers to the department of higher education subject to the provisions of subsection 2 of this section.
- 5. The state historical society, chapter 183, is transferred by type III transfer to the University of Missouri.
- 198 6. The state anatomical board, chapter 194, is transferred by type II 199 transfer to the department of higher education.
 - 7. All the powers, duties and functions vested in the division of public schools and state board of education relating to community college state aid and the supervision, formation of districts and all matters otherwise related to the state's relations with community college districts and matters pertaining to community colleges in public school districts, chapters 163, 178, and others, are transferred to the coordinating board for higher education by type I transfer. Provided, however, that all responsibility for administering the federal-state programs of vocational-technical education, except for the 1202a postsecondary educational amendments of 1972 program, shall remain with the department of elementary and secondary education. The department of elementary and secondary education and the coordinating board for higher education shall cooperate in developing the various plans for vocational-technical education; however, the ultimate responsibility will remain with the state board of education.

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214 8. All the powers, duties, functions, and properties of the state poultry experiment station, chapter 262, are transferred by type I transfer to the 215216 University of Missouri, and the state poultry association and state poultry board 217 are abolished. In the event the University of Missouri shall cease to use the real 218 estate of the poultry experiment station for the purposes of research or shall 219 declare the same surplus, all real estate shall revert to the governor of the state 220 of Missouri and shall not be disposed of without legislative approval.

173.030. The coordinating board, in addition, shall have responsibility, within the provisions of the constitution and the statutes of the state of Missouri, 2 3 for:

- (1) Requesting the governing boards of all state-supported institutions of higher education, and of major private institutions to submit to the coordinating 6 board any proposed policy changes which would create additional institutions of 7 higher education, additional residence centers, or major additions in degree and certificate programs, and make pertinent recommendations relating thereto;
- 9 (2) Recommending to the governing board of any institution of higher 10 education in the state the development, consolidation, or elimination of programs, degree offerings, physical facilities or policy changes where that action is deemed 11 12 by the coordinating board as in the best interests of the institutions themselves and/or the general requirements of the state. Recommendations shall be 13 submitted to governing boards by twelve months preceding the term in which the 14 15 action may take effect;
- 16 (3) Recommending to the governing boards of state-supported institutions of higher education, including public community colleges receiving state support, formulas to be employed in specifying plans for general operations, for development and expansion, and for requests for appropriations from the general 19 20 assembly. Such recommendations will be submitted to the governing boards by 21April first of each year preceding a regular session of the general assembly of the 22 state of Missouri;
- 23 (4) Promulgating rules to include selected off-campus instruction in public college and university appropriation recommendations where prior need has been 2425established in areas designated by the coordinating board for higher 26education. Funding for such off-campus instruction shall be included in the 27appropriation recommendations, shall be determined by the general assembly and 28shall continue, within the amounts appropriated therefor, unless the general assembly disapproves the action by concurrent resolution; 29

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- 30 (5) Coordinating reciprocal agreements between or among Missouri state institutions of higher education at the request of one or more of the institutions party to the agreement, and between or among Missouri state institutions of higher education and publicly supported higher education institutions located outside the state of Missouri at the request of any Missouri institution party to the agreement;
- 36 (6) Entering into agreements for interstate reciprocity regarding 37 the delivery of postsecondary distance education, administering such 38 agreements, and approving or disapproving applications to participate 39 in such agreements from a postsecondary institution that has its 40 principal campus in the state of Missouri:
- 41 (a) The coordinating board shall establish standards for 42 institutional approval. Those standards shall include, but are not 43 limited to the:
 - a. Definition of physical presence for non-Missouri institutions serving Missouri residents consistent with other states' definitions of physical presence; and
- b. Establishment of consumer protection policies for distance deducation addressing recruitment and marketing activities; disclosure of tuition, fees, and other charges; disclosure of admission processes and procedures; and student complaints;
 - (b) The coordinating board shall establish policies for the review and resolution of student complaints arising from distance education programs offered under the agreement;
 - (c) The coordinating board may charge fees to any institution that applies to participate in an interstate postsecondary distance education reciprocity agreement authorized pursuant to this section. Such fees shall not exceed the coordinating board for higher education's cost of reviewing and evaluating the applications; and
- (d) The coordinating board shall promulgate rules to implement the provisions of this subdivision. Any rule or portion of a rule, as that term is defined in section 536.010, that is created under the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable and if any of the powers vested with the general assembly pursuant to chapter 536 to review, to delay the effective date, or to disapprove and annul a

67 rule are subsequently held unconstitutional, then the grant of 68 rulemaking authority and any rule proposed or adopted after August 69 28, 2014, shall be invalid and void;

(7) Administering the nurse training incentive fund;

71 [(7)] (8) Conducting, in consultation with each public four-year institution's governing board and the governing board of technical colleges and 72community colleges, a review every five years of the mission statements of the 73institutions comprising Missouri's system of public higher education. This review shall be based upon the needs of the citizens of the state as well as the 75requirements of business, industry, the professions and government. The purpose 77 of this review shall be to ensure that Missouri's system of higher education is responsive to the state's needs and is focused, balanced, cost-effective, and 79 characterized by programs of high quality as demonstrated by student 80 performance and program outcomes. As a component of this review, each institution shall prepare, in a manner prescribed by the coordinating board, a 81 82 mission implementation plan for the coordinating board's consideration and approval. If the coordinating board determines that an institution has qualified 83 for a mission change or additional targeted resources pursuant to review 84 conducted under this subdivision and subdivision [(8)] (9) of this subsection, the 85 coordinating board shall submit a report to the general assembly that outlines 86 87 the proposed mission change or targeted state resources. No change of mission for an institution under this subdivision establishing a statewide mission shall 88 become effective until the general assembly approves the proposed mission change 89 by concurrent resolution, except for the institution defined pursuant to 90 91 subdivision (1) of section 174.010, and has been approved by the coordinating 92 board and the institutions for which the coordinating board has recommended a 93 statewide mission prior to August 28, 1995. The effective date of any mission change under this subdivision shall be the first day of July immediately following 94 the approval of the concurrent resolution by the general assembly as required 95 under this subdivision, and shall be August 28, 1995, for any institution for which the coordinating board has recommended a statewide mission which has not yet 97 98 been implemented on such date. Nothing in this subdivision shall preclude an 99 institution from initiating a request to the coordinating board for a revision of its 100 mission; and

[(8)] (9) Reviewing applications from institutions seeking a statewide mission. Such institutions shall provide evidence to the coordinating board that

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they have the capacity to discharge successfully such a mission. Such evidence shall consist of the following:

- (a) That the institution enrolls a representative cross-section of Missouri students. Examples of evidence for meeting this requirement which the institution may present include, but are not limited to, the following: enrolling at least forty percent of its Missouri resident, first-time degree-seeking freshmen from outside its historic statutory service region; enrolling its Missouri undergraduate students from at least eighty percent of all Missouri counties; or enrolling one or more groups of special population students such as minorities, economically disadvantaged, or physically disadvantaged from outside its historic statutory service region at rates exceeding state averages of such populations enrolled in the higher educational institutions of this state;
- 115 (b) That the institution offers one or more programs of unusual strength 116 which respond to a specific statewide need. Examples of evidence of meeting this 117 requirement which the institution may present include, but are not limited to, the 118 following: receipt of national, discipline-specific accreditation when available; 119 receipt of independent certification for meeting national or state standards or 120 requirements when discipline-specific accreditation is not available; for occupationally specific programs, placement rates significantly higher than 121122 average; for programs for which state or national licensure is required or for which state or national licensure or registration is available on a voluntary basis, 123licensure or registration rates for graduates seeking such recognition significantly 124 125 higher than average; or quality of program faculty as measured by the percentage 126 holding terminal degrees, the percentage writing publications in professional journals or other appropriate media, and the percentage securing competitively 127128 awarded research grants which are higher than average;
- 129 (c) That the institution has a clearly articulated admission standard 130 consistent with the provisions of subdivision (4) of subsection 2 of section 173.005 131 or section 174.130;
- (d) That the institution is characterized by a focused academic environment which identifies specific but limited areas of academic emphasis at the undergraduate, and if appropriate, at the graduate and professional school levels, including the identification of programs to be continued, reduced, terminated or targeted for excellence. The institution shall, consistent with its focused academic environment, also have the demonstrable capacity to provide significant public service or research support that address statewide needs for

139 constituencies beyond its historic statutory service region; and

140 (e) That the institution has adopted and maintains a program of continuous quality improvement, or the equivalent of such a program, and reports 141 142 annually appropriate and verifiable measures of institutional accountability related to such program. Such measures shall include, but not be limited to, 143 144 indicators of student achievement and institutional mission attainment such as 145 percentage of students meeting institutional admission standards; success of 146 remediation programs, if offered; student retention rate; student graduation rate; objective measures of student, alumni, and employer satisfaction; objective 147 measures of student learning in general education and the major, including 148 149 written and oral communication skills and critical thinking skills; percentage of 150 students attending graduate or professional schools; student placement, licensure 151 and professional registration rates when appropriate to a program's objectives; 152 objective measures of successful attainment of statewide goals as may be 153 expressed from time to time by the coordinating board or by the general assembly; 154 and objective measures of faculty teaching effectiveness. In the development and 155 evaluation of these institutional accountability reports, the coordinating board and institutions are expected to use multiple measures of success, including 156 157 nationally developed and verified as well as locally developed and independently 158 verified assessment instruments; however, preference shall be given to nationally 159 developed instruments when they are available and if they appropriate. Institutions which serve or seek to serve a statewide mission shall 160 161 be judged to have met the prerequisites for such a mission when they 162 demonstrate to the coordinating board that they have met the criteria described 163 in this subdivision. As a component of this process, each institution shall 164 prepare, in a manner prescribed by the coordinating board, a mission 165 implementation plan for the coordinating board's consideration and approval.

173.1006. 1. [The following performance measures shall be established by July 1, 2008:

- 3 (1) Two institutional measures as negotiated by each public institution 4 through the department of higher education; and
- 5 (2) Three statewide measures as developed by the department of higher 6 education in consultation with public institutions of higher education.
- 7 One such measure may be a sector-specific measure making use of the 2005
- 8 additional Carnegie categories, if deemed appropriate by the department of higher
- 9 education.

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- 10 2. The department shall report to the joint committee on education established in section 160.254 on its progress at least twice a year in developing 11 the statewide measures and negotiating the institution-specific measures and shall develop a procedure for reporting the effects of performance measures to the 13 joint committee on education at an appropriate time for consideration during the 14 appropriations process.] The coordinating board for higher education has 15 adopted institutional performance measures for each public four-year 16 17 institution of higher education, each community college, and the state technical college in collaboration with the institutions that shall be used for performance funding under sections 163.191, 173.1540, and 19 20 178.638. Five institutional performance measures have been adopted 21 for each institution. Each institution shall adopt, in collaboration with 22 the coordinating board for higher education, an additional institutional 23performance measure to measure student job placement in a field or position associated with the student's degree level and pursuit of a graduate degree. The institutional performance measure relating to job 2526 placement may not be used in any year in which the state 27unemployment rate has increased from the previous calendar year's 28state unemployment rate.
- 29 2. The coordinating board shall evaluate and, if necessary, revise the institutional performance measures every three years beginning in 31 calendar year 2019 or more frequently at the coordinating board's 32 discretion.
- 3. The department of higher education shall be responsible for evaluating the effectiveness of the performance funding measures, 34including their effect on statewide postsecondary, higher education, and workforce goals, and shall submit a report to the governor, the joint committee on education, the speaker of the house of representatives and president pro tem of the senate by October 31, 38 39 2019, and every four years thereafter.
- 173.1540. 1. Annually each public four-year institution of higher education shall prepare an institutional budget request and submit it to the department of higher education. The department of higher education shall review all institutional budget requests and prepare appropriation recommendations annually for each public four-year institution of higher education. 6
 - 2. Unless the general assembly chooses to otherwise appropriate

- state funding, the appropriation of core-funding increases in state funding to public four-year institutions of higher education shall be in 10 accordance with the increase allocation model, subject to the 11 parameters set forth in subsection 4 of this section. The increase allocation model shall be developed and revised as appropriate 13 cooperatively by the public four-year institutions of higher education and the department of higher education. The department of higher 14 education shall recommend the model to the coordinating board for 15 higher education for its approval by October 31, 2014. 16
- 17 3. The core-funding level for each public four-year institution of higher education shall initially be the appropriated amount for each institution for fiscal year 2015. Increases under subsection 4 of this section shall be incorporated into the core-funding level annually in 20 accordance with the increase allocation model starting with fiscal year 2122 2016.
- 4. (1) The increase allocation model shall comply with the 23parameters of this subsection in allocating annual increases in core appropriations to public four-year institutions of higher education. 25
- (2) Unless otherwise provided by the general assembly during 26 the appropriations process, no more than ten percent of any increase 27 in core appropriations shall be distributed to address inequitable state 28funding through any combination of the following: 29
- (a) Determined on a per-student basis, as determined by 31 calculating full-time equivalency or on such other basis as determined 32 by the department and agreed upon by the institutions. To the extent 33 inequities result from an institution's performance on its performance funding measures adopted under section 173.1006, such inequities shall 34not be eligible for an allocation under this paragraph; and
- (b) Distributed based on weighted full-time equivalent credit 36 hours so as to provide enrollment, program offering, and mission sensitivity on an on-going basis. 38
- 39 (3) Unless otherwise provided by the general assembly during the appropriations process, at least ninety percent of annual increases 40 shall be distributed in accordance with the performance funding model 41 42adopted under section 173.1006.
- 5. The department of higher education shall be responsible for 43 evaluating the effectiveness of the increase allocation model and shall

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submit a report to the governor, the joint committee on education, the 46 speaker of the house of representatives and the president pro tempore 47of the senate by October 31, 2019, and every four years thereafter.

174.450. 1. Except as provided in subsection 2 and subsection 6 of this section, the governing board of the University of Central Missouri, Missouri State University, Missouri Southern State University, Missouri Western State University, and of each other public institution of higher education which, through the procedures established in subdivision [(7) or] (8) or (9) of section 173.030, is charged with a statewide mission shall be a board of governors 6 consisting of eight members, composed of seven voting members and one nonvoting member as provided in sections 174.453 and 174.455, who shall be 9 appointed by the governor of Missouri, by and with the advice and consent of the 10 senate. No person shall be appointed a voting member who is not a citizen of the 11 United States and who has not been a resident of the state of Missouri for at least two years immediately prior to such appointment. Not more than four 12 voting members shall belong to any one political party. The appointed members 13 of the board of regents serving on the date of the statutory mission change shall become members of the board of governors on the effective date of the statutory 15 mission change and serve until the expiration of the terms for which they were 16 17 appointed. The board of regents of any such institution shall be abolished on the effective date of the statutory mission change, as prescribed in subdivision [(7) 18 19 or] (8) **or** (9) of section 173.030.

2. The governing board of Missouri State University, a public institution of higher education charged with a statewide mission in public affairs, shall be 22a board of governors of ten members, composed of nine voting members and one 23nonvoting member, who shall be appointed by the governor, by and with the advice and consent of the senate. The nonvoting member shall be a student 24selected in the same manner as prescribed in section 174.055. At least one but 26 no more than two voting members shall be appointed to the board from each 27congressional district, and every member of the board shall be a citizen of the United States, and a resident of this state for at least two years prior to his or 28her appointment. No more than five voting members shall belong to any one 29 30 political party. The term of office of the governors shall be six years, except as provided in this subsection. The term of office for those appointed hereafter shall 31 32end January first in years ending in an odd number. For the six voting members' terms that expired in 2011, the successors shall be appointed in the following

- 34 manner:
- 35 (1) Of the five voting members' terms that expired on August 28, 2011,
- 36 one successor member shall be appointed, or the existing member shall be
- 37 reappointed, to a term that shall expire on January 1, 2013;
- 38 (2) Of the five voting members' terms that expired on August 28, 2011,
- 39 two successor members shall be appointed, or the existing members shall be
- 40 reappointed, to terms that shall expire on January 1, 2015;
- 41 (3) Of the five voting members' terms that expired on August 28, 2011,
- 42 two successor members shall be appointed, or the existing members shall be
- 43 reappointed, to a term that shall expire on January 1, 2017; and
- 44 (4) For the voting member's term that expired on January 1, 2011, the
- 45 successor member shall be appointed, or the existing member shall be
- 46 reappointed, to a term that shall expire on January 1, 2017.
- 47 Notwithstanding any provision of law to the contrary, nothing in this section
- 48 relating to a change in the composition and configuration of congressional
- 49 districts in this state shall prohibit a member who is serving a term on August
- 50 28, 2011, from completing his or her term.
- 3. If a voting member of the board of governors of Missouri State
- 52 University is found by unanimous vote of the other governors to have moved such
- 53 governor's residence from the district from which such governor was appointed,
- 54 then the office of such governor shall be forfeited and considered vacant.
- 55 4. Should the total number of Missouri congressional districts be altered,
- 56 all members of the board of governors of Missouri State University shall be
- 57 allowed to serve the remainder of the term for which they were appointed.
- 58 5. Should the boundaries of any congressional districts be altered in a
- 59 manner that displaces a member of the board of governors of Missouri State
- 60 University from the congressional district from which the member was appointed,
- 61 the member shall be allowed to serve the remainder of the term for which the
- 62 member was appointed.
- 6. The governing board of Missouri Southern State University shall be a
- 64 board of governors consisting of nine members, composed of eight voting members
- 65 and one nonvoting member as provided in sections 174.453 and 174.455, who
- 66 shall be appointed by the governor of Missouri, by and with the advice and
- 67 consent of the senate. No person shall be appointed a voting member who is not
- 68 a citizen of the United States and who has not been a resident of the state of
- 69 Missouri for at least two years immediately prior to such appointment. Not more

70 than four voting members shall belong to any one political party.

178.638. **1.** State Technical College of Missouri shall be under the oversight of the coordinating board for higher education. The institution shall also be subject to oversight by the state board of education to the extent it serves as an area vocational technical school. Beginning in the first full state fiscal year subsequent to the approval of State Technical College of Missouri's plan by the coordinating board submitted pursuant to section 178.637, the state of Missouri shall, subject to appropriation, provide the funds necessary to provide the staff, cost of operation, and payment of all new capital improvements commencing with that fiscal year.

- 2. All funds designated for the institution shall be included in the coordinating board's budget request as provided in chapter 173, except that vocational technical education reimbursements shall continue to be requested through the state board of education.
- 3. Unless the general assembly chooses to otherwise appropriate state funding, beginning with fiscal year 2016, at least ninety percent of any annual increase in core funding over the previous year shall be distributed in accordance with the performance-funding measures under section 173.1006.

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