

# POSTSECONDARY EDUCATION OVERVIEW

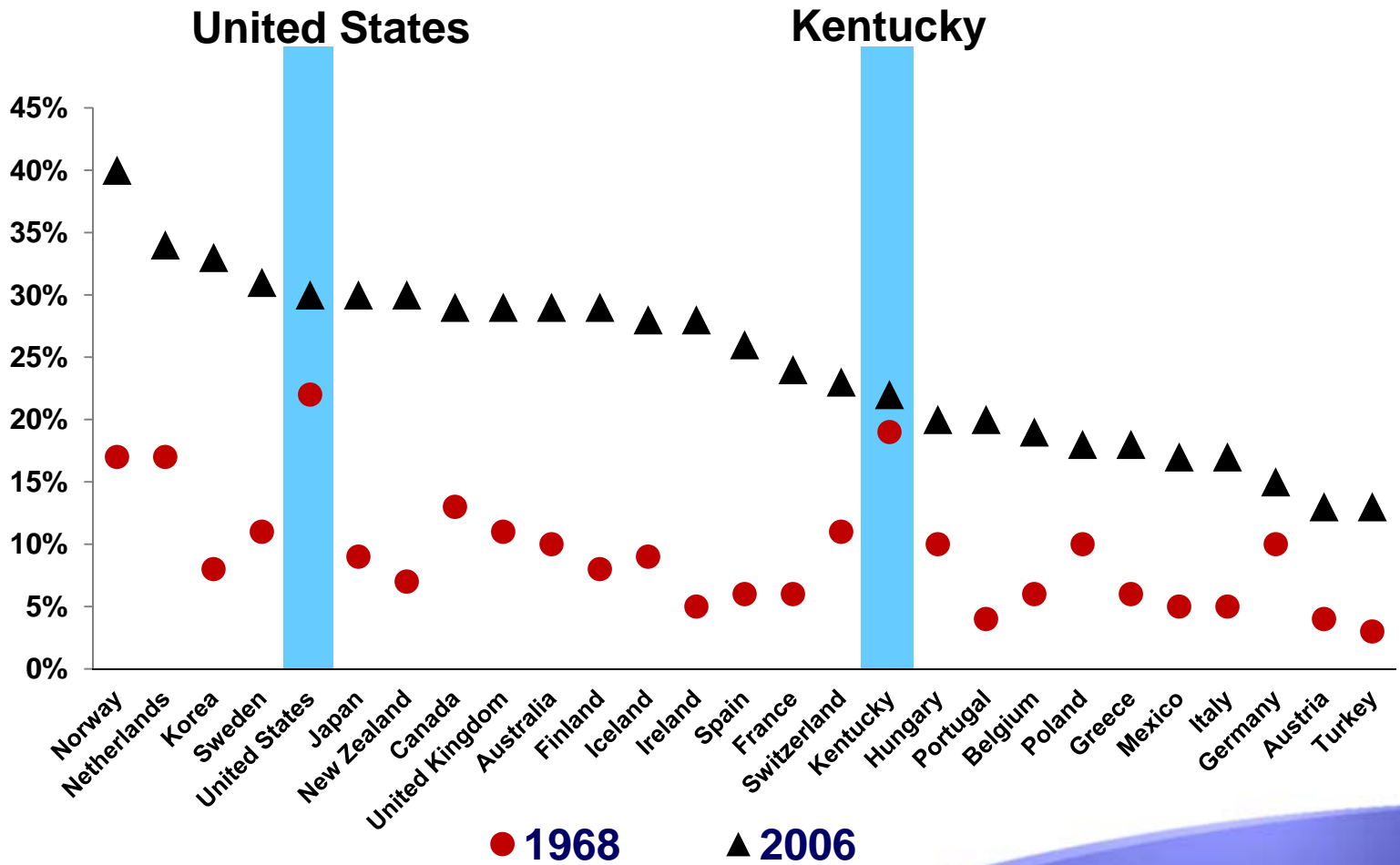
A Presentation by Robert L. King, CPE President,  
to Hazard Community and Technical College  
September 29, 2010

# Overview

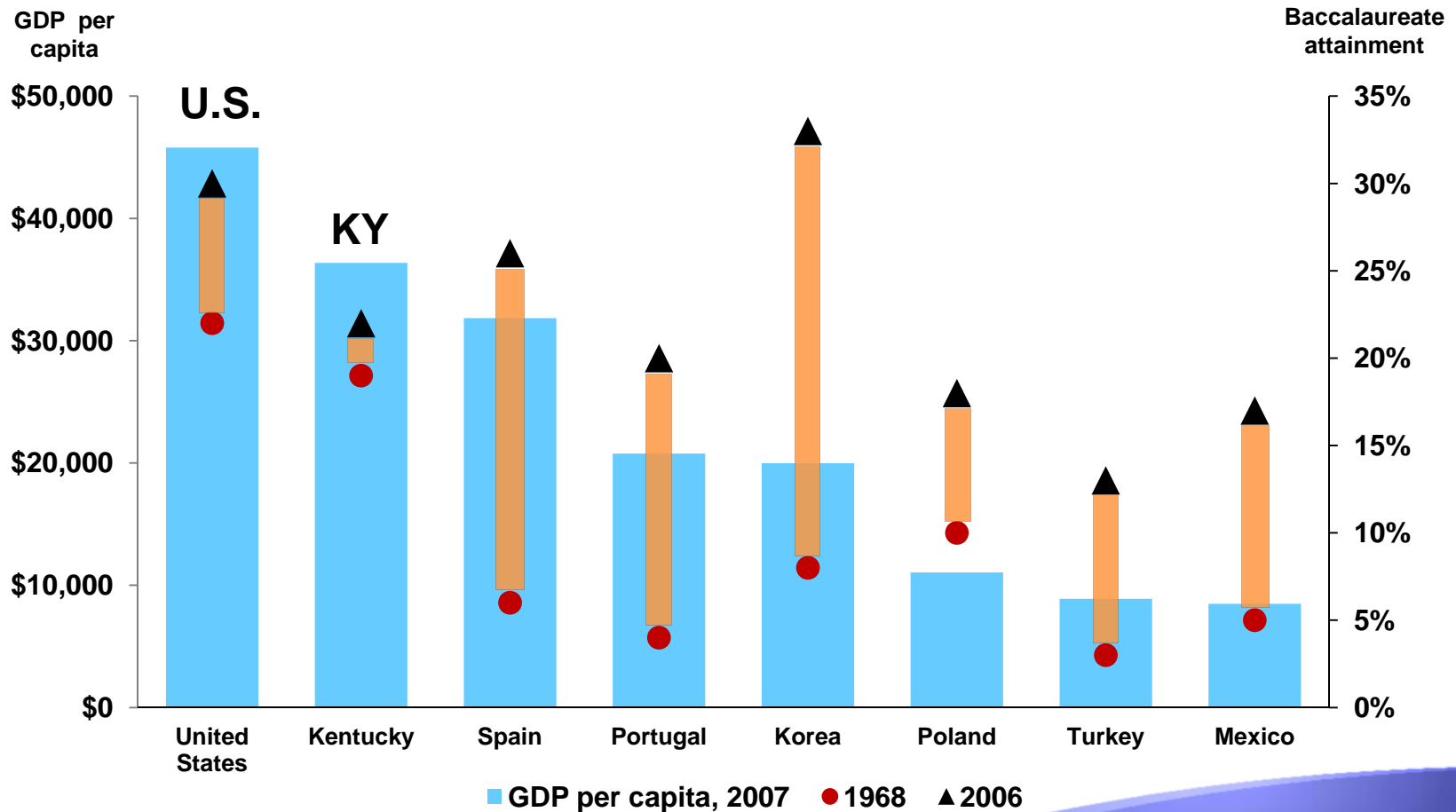
- ❖ International Competition
- ❖ Postsecondary Budget Overview (2010-12)
- ❖ CPE Strategic Agenda (2011-15)



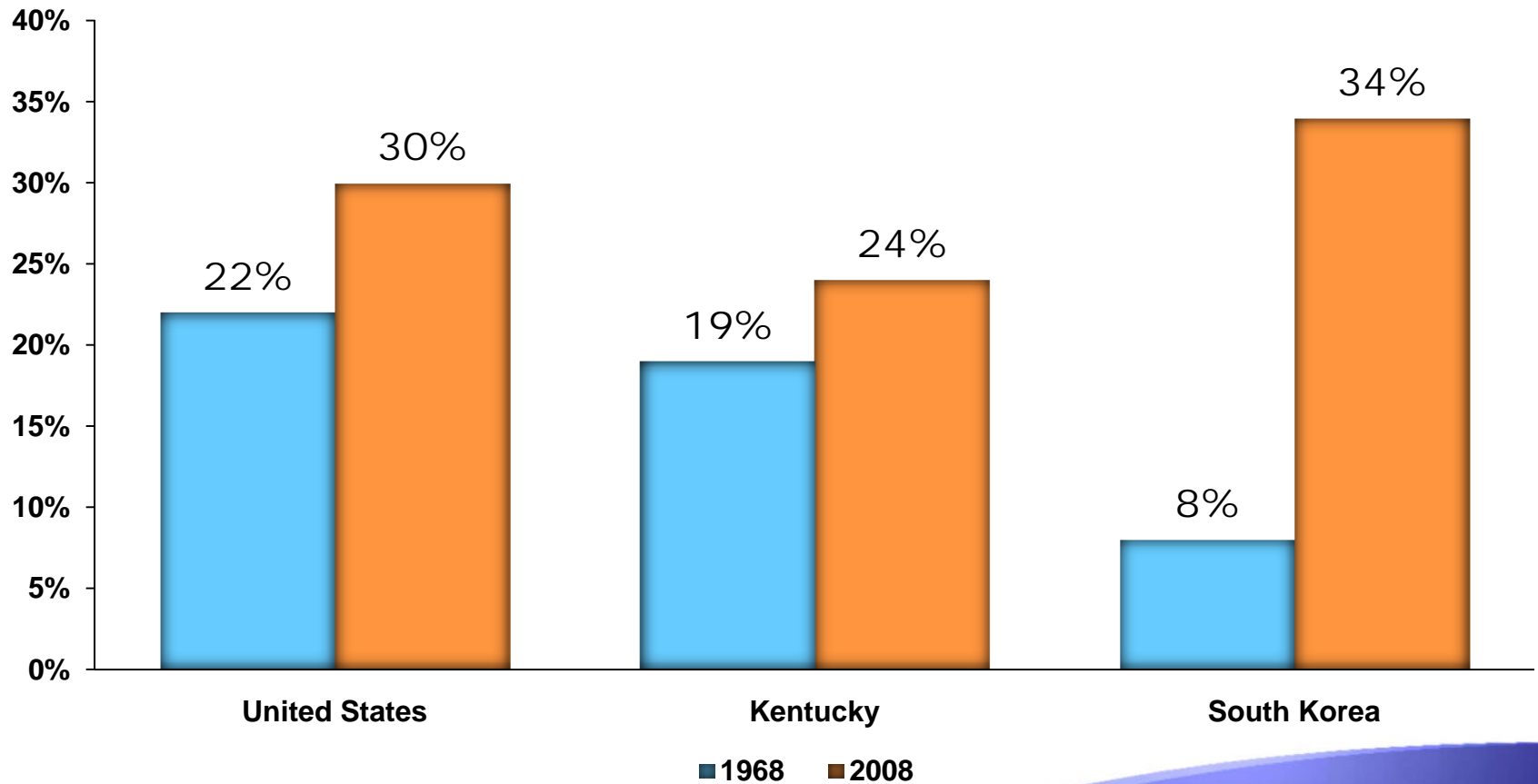
# Baccalaureate Attainment, 25-34 Age Cohort, 1968 and 2006



# Baccalaureate Attainment, Age 25-34, 1968 and 2006, by GDP Per Capita, 2007

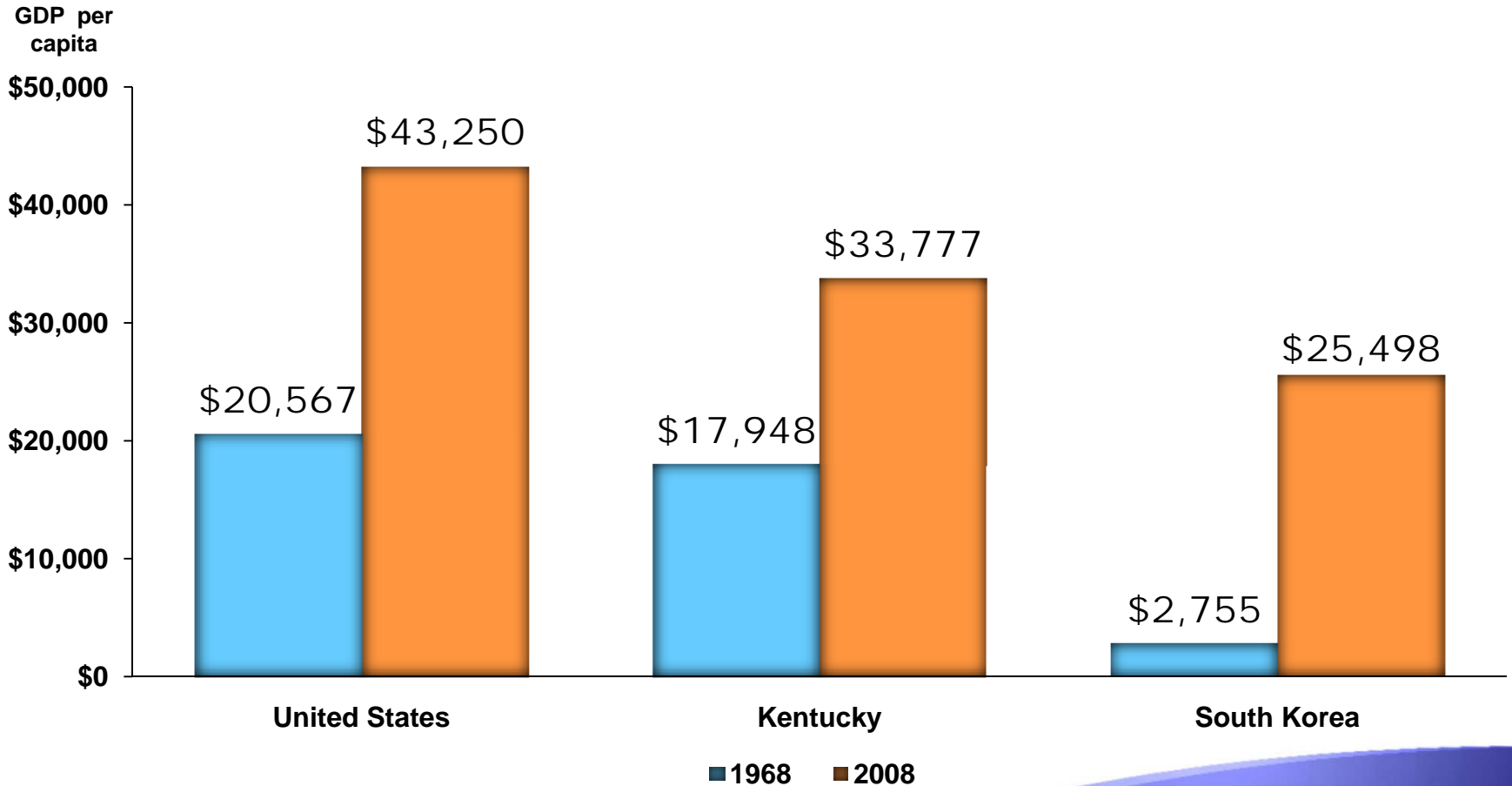


# Baccalaureate Attainment, Age 25-34, 1968 & 2008

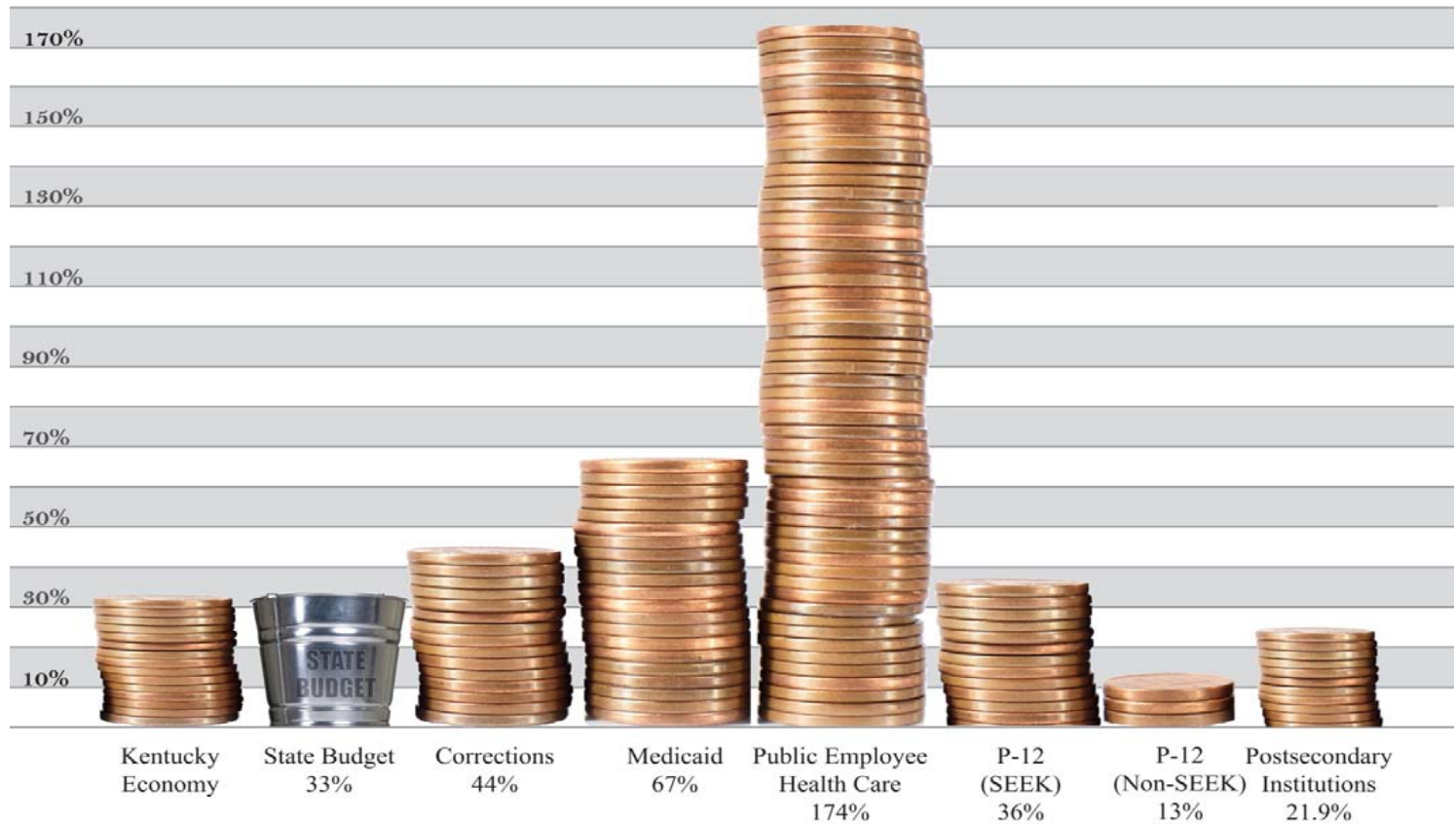


# Gross Domestic Product (GDP) per Capita, 1968 & 2008

Inflation-adjusted 2005 Dollars

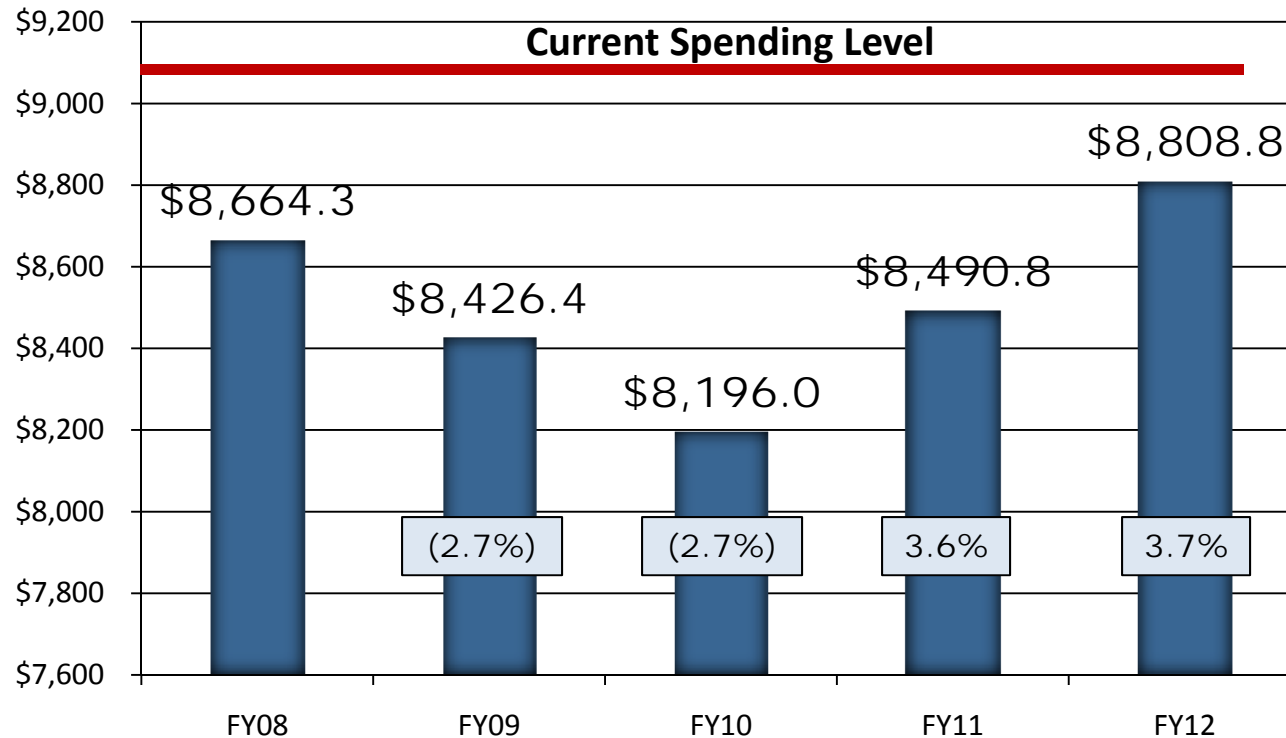


# Changing Priorities: Spending Growth from 2000-2010



# State Budget Outlook

## FY08 Revenue Levels Will Not Return Until FY12 (in \$millions)



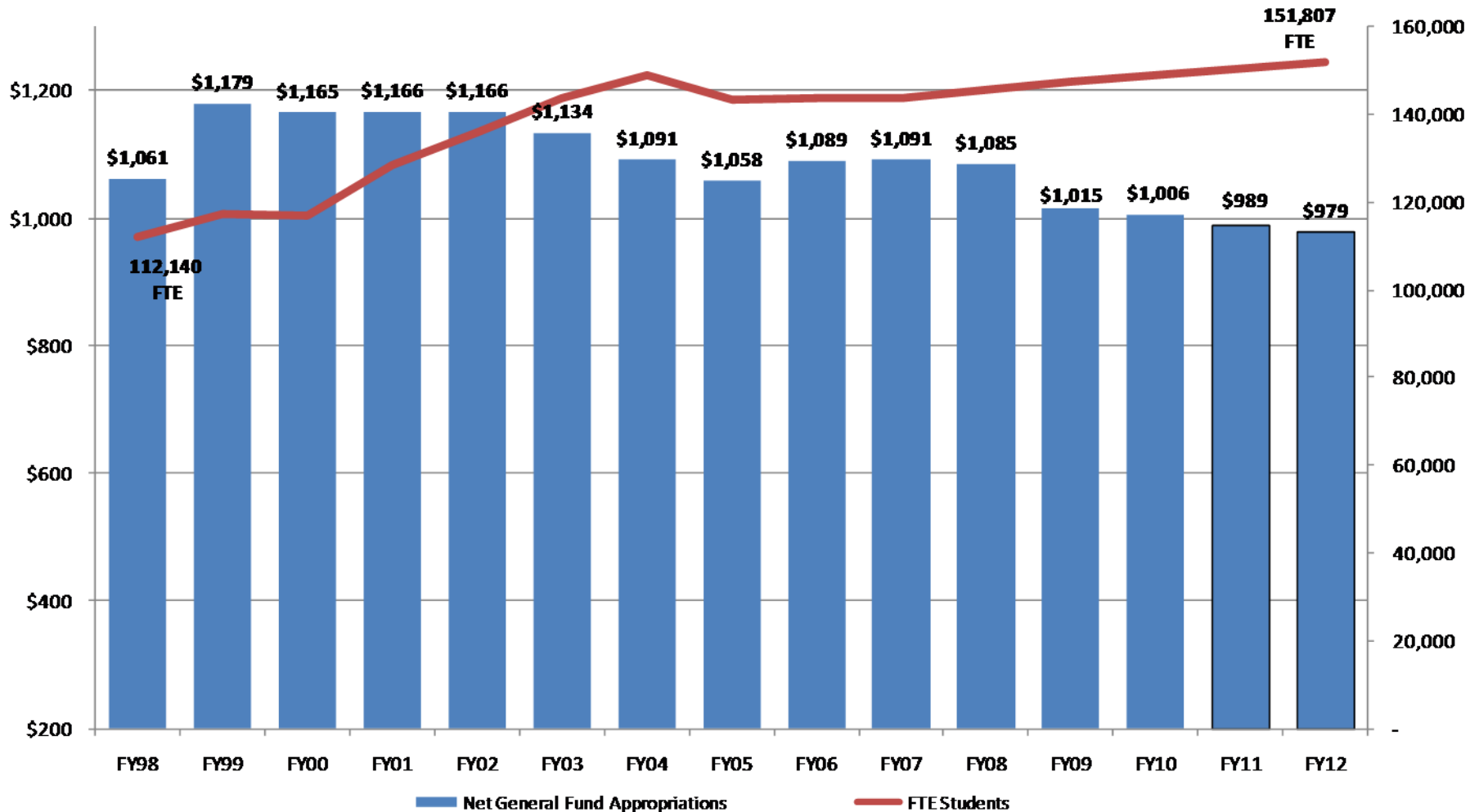
Source: OSBD presentation to House A&R Committee, January 26, 2010

# Kentucky Public Postsecondary Institutions

## Change in Net State Appropriations and FTE Students

### Fiscal Years 1998 to 2012

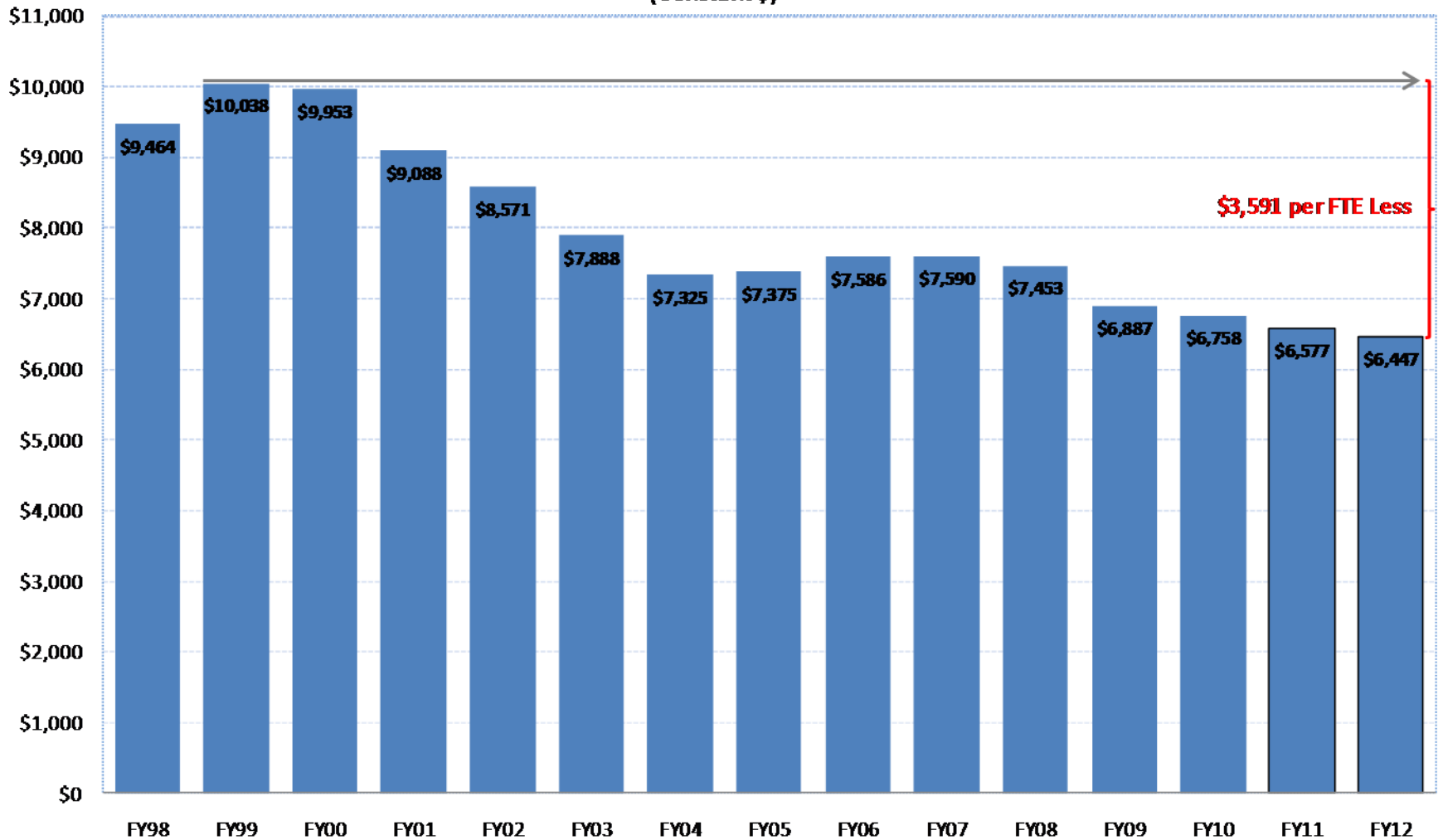
(Constant \$ millions)



Note: FY10 includes \$70.0 million in American Reinvestment and Recovery Act (ARRA) federal stimulus funds and FY11 includes \$57.3 million in federal stimulus funds.

# Kentucky Public Postsecondary Institutions Trend in Net State Appropriations per FTE Student Fiscal Years 1998 to 2012

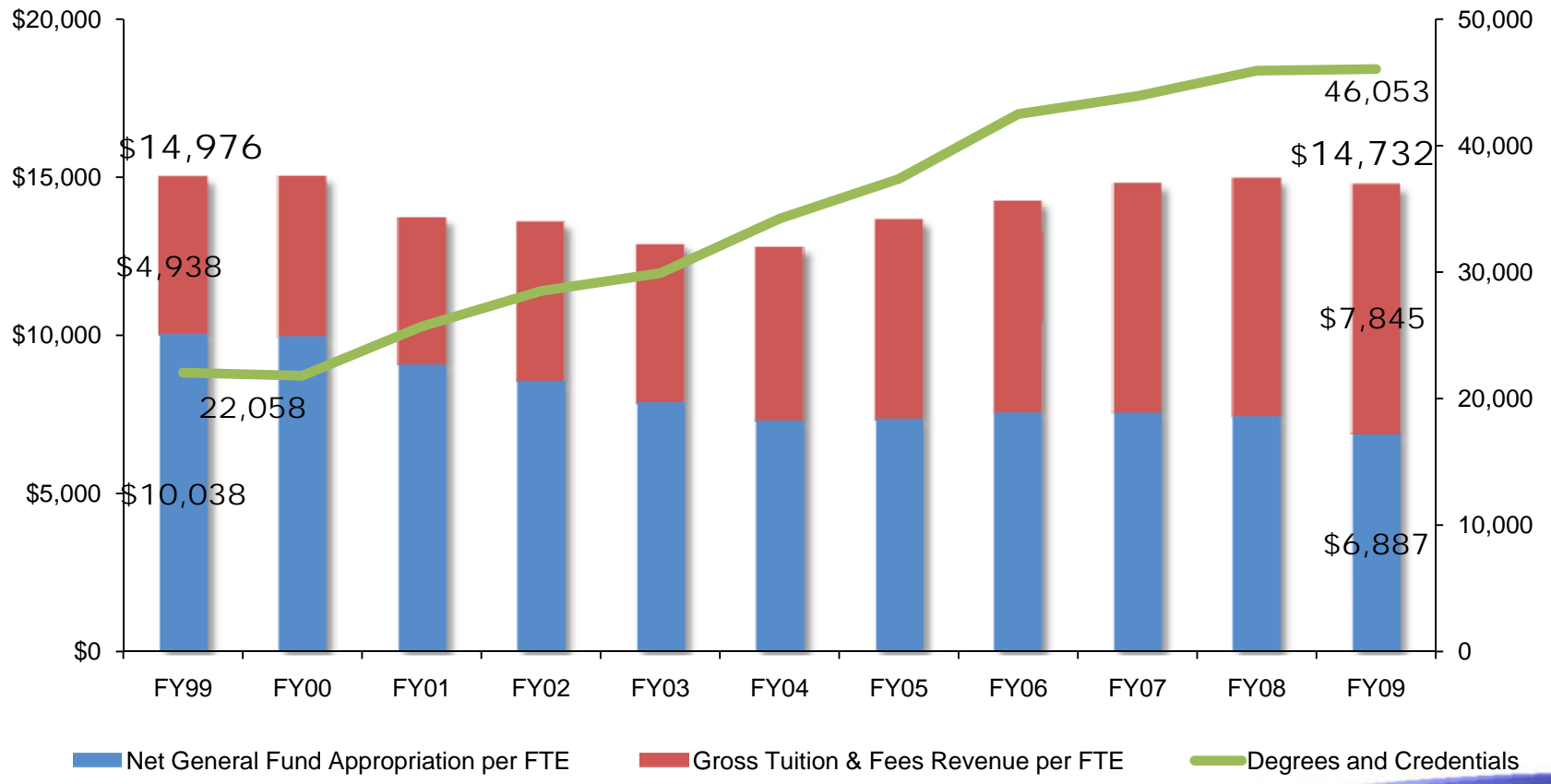
(Constant \$)



Note: FY10 includes \$70.0 million in American Reinvestment and Recovery Act (ARRA) federal stimulus funds and FY11 includes \$57.3 million in federal stimulus funds.



# Total Public Funds per FTE (in constant \$) and Degree/Credential Production



# Kentucky Public Postsecondary Institutions

## Budgetary Impact of HB 1 Reductions and Fixed Cost Increases

(in millions)

FY10 Revised Net General Fund	\$1,005.7
Projected Reductions in FY11 Funds:	
HB 1 Reduction in Net General Fund	(\$14.1) <sup>(a)</sup>
Increase in M&O for New Facilities	(27.3) <sup>(b)</sup>
Retirement & Health Insurance Contributions	(15.5) <sup>(c)</sup>
Increase in Selected Fixed Costs	(39.1) <sup>(d)</sup>
	(\$96.0)
Projected Increase in FY11 Net Tuition Revenue	43.1
Projected FY11 Operating Funds Deficit	(\$52.9)

(a) Adjusted to account for transfers.

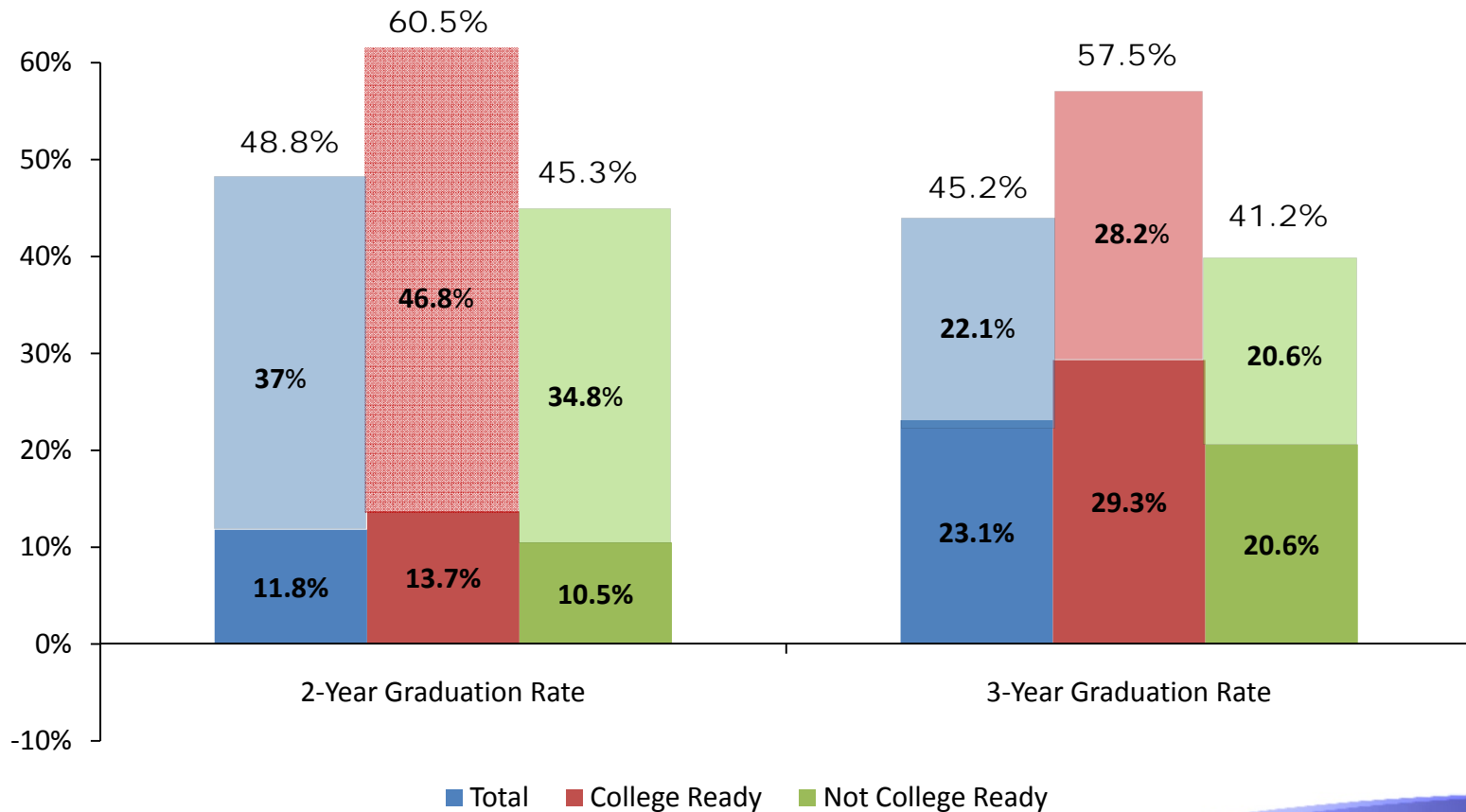
(b) Costs of operating and maintaining new facilities opening in FY09, FY10, & FY11.

(c) Includes employer paid KERS and KTRS rate increases.

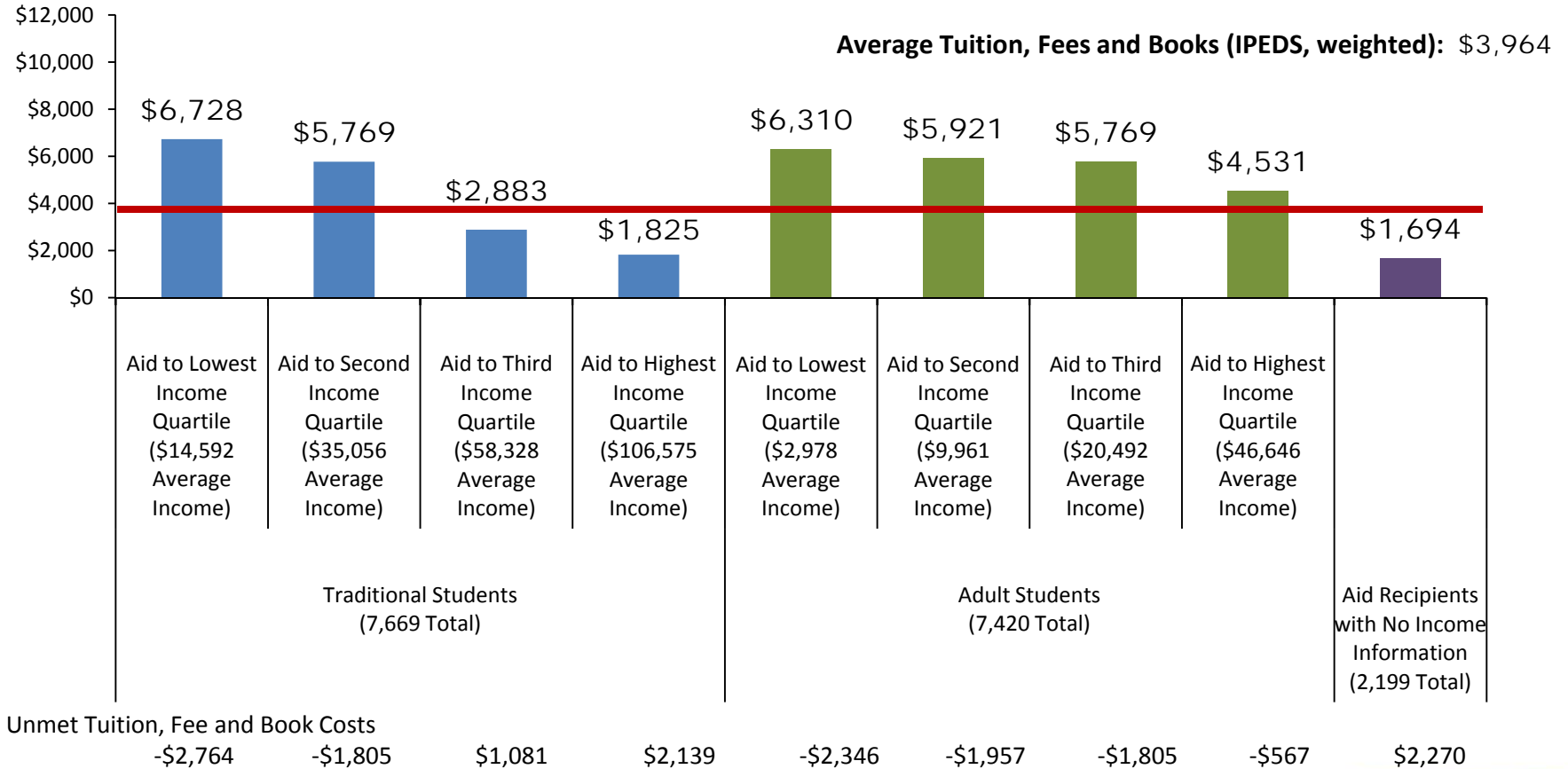
(d) Includes utilities, contracts, workmen's compensation, and unemployment insurance.

# System Graduation and Retention Rates

System-level graduation rates of full-time associate degree students who entered a KCTCS institution in 2006, by college readiness at entry



# Need and Merit Aid at KCTCS



# The 2011-15 Strategic Agenda

CPE is currently developing a new strategic plan:

- ❖ Fewer areas of focus with more detailed strategies
- ❖ Increased emphasis on college readiness, degree completion, and world-class research
- ❖ Greater efficiency and innovation in all areas
- ❖ Closer links with the 6 goals of HB 1

# Four Areas of Focus

**College  
Readiness**

# College Readiness

- ❖ Continue work with KDE and other partners to implement Senate Bill 1 (2009).
- ❖ Improve teacher preparation, professional development, and research.
- ❖ Reduce the need for remediation and increase success rates for developmental education students.
- ❖ Transition more adult education students to college and improve their readiness for postsecondary work.

# Four Areas of Focus

**College  
Readiness**

**Student  
Success**

# Student Success

- ❖ Increase degree production
- ❖ Improve 4-year and 6-year graduation rates and first-year retention
- ❖ Raise Kentucky's level of educational attainment, particularly among young adults (25-34)
- ❖ Create a more seamless transfer experience from 2-year to 4-year programs (fully implement HB 160)
- ❖ Close achievement gaps

# Four Areas of Focus

**College  
Readiness**

**Student  
Success**

**Research &  
Economic  
Competitiveness**

# Research and Economic Competitiveness

- ❖ Focus statewide efforts on industry clusters where Kentucky can develop global expertise
- ❖ Encourage entrepreneurship as a driving force of job creation
- ❖ Enhance Kentucky's social and cultural development to attract and retain a knowledge-based workforce
- ❖ Develop a communications and marketing plan that highlights the value of university research to economic development

# Four Areas of Focus

**College  
Readiness**

**Student  
Success**

**Research &  
Economic  
Competitiveness**

**Efficiency &  
Innovation**

# Efficiency and Innovation

- ❖ Consider statewide incentives and common, clear financial metrics to promote greater institutional efficiency
- ❖ Optimize facility and space utilization
- ❖ Establish more collaborative procurements and shared and reciprocal services
- ❖ Focus resources on academic programs that provide the greatest return on the state's investment
- ❖ Develop more innovative delivery systems of instruction to reduce cost and increase capacity

KENTUCKY COUNCIL ON  
POSTSECONDARY EDUCATION



POSTSECONDARY EDUCATION  
KENTUCKY COUNCIL ON

[cpe.ky.gov](http://cpe.ky.gov)