

MINUTES

Council on Postsecondary Education

Type: Finance Committee Meeting
Date: January 9, 2020
Time: 10:30 a.m. ET
Location: Council on Postsecondary Education, 2nd Floor Training Room

CALL TO ORDER

The Finance Committee met Thursday, January 9, 2020, at 10:30 a.m., ET, at the CPE offices in Frankfort, Kentucky. Committee Chair Ben Brandstetter presided.

ATTENDANCE

- Attendance in person: Ben Brandstetter and Grant Minix
- Attendance by teleconference: Robert Staat, Carol Wright, and Sherrill Zimmerman.
- Did not attend: Kim Halbauer, OJ Oleka and Brandon Wilson.
- Heather Faesy, CPE's senior associate for Board Relations, served as recorder of the meeting minutes.

TUITION SETTING TIMELINE AND TUITION AND MANDATORY FEE POLICY

Presenter: Bill Payne, CPE's Vice President for Finance and Administration

Dr. Payne presented the 2020-21 Tuition Setting Timeline and Tuition and Mandatory Fee Policy for approval. The Policy does not have changes from the prior year version, a joint recommendation of the campus presidents, and chief budget officers, CPE staff, and other Finance Committee members.

MOTION: Ms. Wright moved the Committee approve the Timeline and the Tuition and Mandatory Fee Policy as presented and recommend approval of both to the Council at its January 24, 2020 meeting. Dr. Staat seconded the motion.

VOTE: The motion passed.

NONRESIDENT STUDENT TUITION MOU – MOREHEAD STATE UNIVERSITY (MoSU)

Presenters: Shaun McKiernan, CPE's Director of Finance and Budget
Teresa Lindgren, MoSU's Interim Chief Financial Officer

At its October 31, 2019 meeting, the Council approved the amended Nonresident Student Tuition Policy which modified the existing policy by indexing the average net tuition and fee revenue generated from nonresident students to the published price of resident student tuition and fees, rather than to the direct costs of instruction and student services per student as previously required.

On January 2, 2020, Morehead State University (MoSU) submitted the attached Memorandum of Understanding (MOU). Council staff has reviewed the proposed MOU and finds that the goals and structure of the agreement are consistent with Council policy. Ms. Lindgren from MoSU provided additional details as requested by the Committee, including their anticipated additional enrollment after the implementation of the MOU, how the scholarship recipients would be determined.

MOTION: Mr. Minix moved the Committee accept the Memorandum of Understanding between the Council and Morehead State University regarding nonresident student tuition, and recommend approval to the Council at its January 24, 2020 meeting. Dr. Staat seconded the motion.

VOTE: The motion passed.

REVIEW OF EXPIRING ADMINISTRATIVE REGULATION

Presenter: Travis Powell, CPE's Vice President and General Counsel

House Bill (HB) 50, signed into law in the 2017 Regular Session, amends the statutes governing administrative regulations, KRS Chapter 13A, and requires that action be taken on an administrative regulation at least every seven (7) years or the regulation will be repealed. Action can be in the form of certification that the agency either intends to keep the regulation in effect "as is," or amend the regulation within 18 months. Agencies can also choose not to take action and allow regulations to be repealed after the expiration date.

The first date of expiration outlined in HB 50 was July 1, 2019 for regulations last adopted or amended on or before July 1, 2012, but due to the passage of HB 4 in the 2019 Regular Session, the first date of expiration was extended to March 1, 2020. The issue of regulation expiration was generally discussed with the full Council at the February 22, 2019 and April 25, 2019 meetings.

Mr. Powell discussed 13 KAR 2:050 – *Tuition at public institutions of higher education in Kentucky* – and the staff’s recommendation for action. The regulation was last amended in July 1996 and would expire on March 1, 2020 without Council action. Mr. Powell

MOTION: Dr. Staat moved to allow 13 KAR 2:050 – *Tuition at public institutions of higher education in Kentucky* – expire on March 1, 2020. Mr. Minix seconded the motion.

VOTE: The motion passed.

ADJOURNMENT

The Finance Committee adjourned at 11:15 a.m., ET.

MINUTES REVIEWED AND APPROVED BY THE FINANCE COMMITTEE: February 19, 2020
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