SECOND REGULAR SESSION

SENATE BILL NO. 1088

98TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR SCHMITT.

Read 1st time February 24, 2016, and ordered printed.

ADRIANE D. CROUSE, Secretary.

6547S.01I

AN ACT

To repeal sections 173.005, 174.225, 174.231, 174.251, and 174.324, RSMo, and to enact in lieu thereof six new sections relating to graduate programs at institutions of higher education, with an existing penalty provision.

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

Section A. Sections 173.005, 174.225, 174.231, 174.251, and 174.324, 2 RSMo, are repealed and six new sections enacted in lieu thereof, to be known as 3 sections 173.005, 174.165, 174.225, 174.231, 174.251, and 174.640, to read as 4 follows:

173.005. 1. There is hereby created a "Department of Higher Education",
and the division of higher education of the department of education is abolished
and all its powers, duties, functions, personnel and property are transferred as
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 8 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 9 consent of the senate, and not more than five of its members shall be of the same 10 political party. None of the members shall be engaged professionally as an 11 12educator or educational administrator with a public or private institution of higher education at the time appointed or during his term. Moreover, no person 13 shall be appointed to the coordinating board who shall not be a citizen of the 14United States, and who shall not have been a resident of the state of Missouri two 15years next prior to appointment, and at least one but not more than two persons 16

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17shall be appointed to said board from each congressional district. The term of 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 actual expenses. Notwithstanding any provision of law to the contrary, nothing 2021in this section relating to a change in the composition and configuration of 22congressional 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 24may, in order to carry out the duties prescribed for it in subsections 1, 2, 3, 7, and 258 of this section, employ such professional, clerical and research personnel as may 26be necessary to assist it in performing those duties, but this staff shall not, in any 27fiscal year, exceed twenty-five full-time equivalent employees regardless of the 28source of funding. In addition to all other powers, duties and functions 29transferred 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;

(2) The coordinating board for higher education may promote and 34encourage, but shall not require as a condition for approval of a 35proposed new degree program, the development of cooperative agreements 36 37 between Missouri public four-year institutions of higher education which do not offer graduate degrees and Missouri public four-year institutions of higher 38 39 education which do offer graduate degrees for the purpose of offering graduate 40 degree programs on campuses of those public four-year institutions of higher education which do not otherwise offer graduate degrees. Such agreements shall 41 identify the obligations and duties of the parties, including assignment of 42administrative responsibility. Any diploma awarded for graduate degrees under 43such a cooperative agreement shall include the names of both institutions 44 inscribed thereon. Any cooperative agreement in place as of August 28, 2003, 45shall require no further approval from the coordinating board for higher 46 education. Any costs incurred with respect to the administrative provisions of 47this subdivision may be paid from state funds allocated to the institution 48 49assigned the administrative authority for the program. The provisions of this 50subdivision shall not be construed to invalidate the provisions of subdivision (1) 51of this subsection;

52 (3) In consultation with the heads of the institutions of higher education

53 affected and against a background of carefully collected data on enrollment, 54 physical facilities, manpower needs, institutional missions, the coordinating board 55 for higher education shall establish guidelines for appropriation requests by those 56 institutions of higher education; however, other provisions of the Reorganization 57 Act of 1974 notwithstanding, all funds shall be appropriated by the general 58 assembly to the governing board of each public four-year institution of higher 59 education which shall prepare expenditure budgets for the institution;

60 (4) No new state-supported senior colleges or residence centers shall be
61 established except as provided by law and with approval of the coordinating board
62 for higher education;

(5) The coordinating board for higher education shall establish admissionguidelines consistent with institutional missions;

65 (6) The coordinating board for higher education shall require all public two-year and four-year higher education institutions to replicate best practices 66 67 in remediation identified by the coordinating board and institutions from research undertaken by regional educational laboratories, higher education research 68 69 organizations, and similar organizations with expertise in the subject, and identify and reduce methods that have been found to be ineffective in preparing 7071or retaining students or that delay students from enrollment in college-level 72courses;

(7) The coordinating board shall establish policies and procedures forinstitutional decisions relating to the residence status of students;

75(8) The coordinating board shall establish guidelines to promote and 76facilitate the transfer of students between institutions of higher education within 77the state and, with the assistance of the committee on transfer and articulation, shall require all public two-year and four-year higher education institutions to 78create by July 1, 2014, a statewide core transfer library of at least twenty-five 79 80 lower division courses across all institutions that are transferable among all public higher education institutions. The coordinating board shall establish 81 82 policies and procedures to ensure such courses are accepted in transfer among 83 public institutions and treated as equivalent to similar courses at the receiving institutions. The coordinating board shall develop a policy to foster reverse 84 85 transfer for any student who has accumulated enough hours in combination with 86 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 89 requirements to be awarded an associate degree. The department of elementary 90 and secondary education shall maintain the alignment of the assessments found 91 in section 160.518 and successor assessments with the competencies previously 92 established under this subdivision for entry-level collegiate courses in English, 93 mathematics, foreign language, sciences, and social sciences associated with an 94 institution's general education core;

(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;

100 (10) Compliance with requests from the coordinating board for 101 institutional information and the other powers, duties and responsibilities, herein 102 assigned to the coordinating board, shall be a prerequisite to the receipt of any 103 funds which the coordinating board is responsible for administering;

104 (11) If any institution of higher education in this state, public or private, 105willfully fails or refuses to follow any lawful guideline, policy or procedure 106 established or prescribed by the coordinating board, or knowingly deviates from 107 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 108109 of the coordinating board, the coordinating board may, after a public hearing, withhold or direct to be withheld from that institution any funds the 110 111 disbursement of which is subject to the control of the coordinating board, or may 112remove the approval of the institution as an approved institution within the meaning of section 173.1102. If any such public institution willfully disregards 113board policy, the commissioner of higher education may order such institution to 114 remit a fine in an amount not to exceed one percent of the institution's current 115fiscal year state operating appropriation to the board. The board shall hold such 116 funds until such time that the institution, as determined by the commissioner of 117 higher education, corrects the violation, at which time the board shall refund such 118 amount to the institution. If the commissioner determines that the institution 119 120 has not redressed the violation within one year, the fine amount shall be 121 deposited into the general revenue fund, unless the institution appeals such 122decision to the full coordinating board, which shall have the authority to make 123a binding and final decision, by means of a majority vote, regarding the 124matter. However, nothing in this section shall prevent any institution of higher

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education in this state from presenting additional budget requests or from
explaining or further clarifying its budget requests to the governor or the general
assembly; and

128 (12) (a) As used in this subdivision, the term "out-of-state public 129 institution of higher education" shall mean an education institution located 130 outside of Missouri that:

a. Is controlled or administered directly by a public agency or politicalsubdivision or is classified as a public institution by the state;

b. Receives appropriations for operating expenses directly or indirectlyfrom a state other than Missouri;

c. Provides a postsecondary course of instruction at least six months in
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 orpressure by any religious or sectarian source.

(b) No later than July 1, 2008, the coordinating board shall promulgaterules 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

146 b. The board's approval process of degree programs and courses offered 147by any out-of-state public institutions of higher education that, prior to July 1, 1482008, were approved by the board to operate a school in compliance with the 149provisions of sections 173.600 to 173.618. The rules shall ensure that, as of July 1501, 2008, all out-of-state public institutions seeking to offer degrees and courses within the state of Missouri are evaluated in a manner similar to Missouri public 151152higher education institutions. Such out-of-state public institutions shall be held 153to standards no lower than the standards established by the coordinating board 154for program approval and the policy guidelines of the coordinating board for data collection, cooperation, and resolution of disputes between Missouri institutions 155156of higher education under this section. Any such out-of-state public institutions 157of higher education wishing to continue operating within this state must be 158approved by the board under the rules promulgated under this subdivision. The 159coordinating board may charge and collect fees from out-of-state public institutions to cover the costs of reviewing and assuring the quality of programs 160

161 offered by out-of-state public institutions. Any rule or portion of a rule, as that 162term 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 163 of the provisions of chapter 536 and, if applicable, section 536.028. This section 164and chapter 536 are nonseverable and if any of the powers vested with the 165166 general assembly under chapter 536 to review, to delay the effective date, or to 167disapprove and annul a rule are subsequently held unconstitutional, then the 168 grant of rulemaking authority and any rule proposed or adopted after August 28, 1692007, 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.

1743. The coordinating board shall meet at least four times annually with an 175advisory committee who shall be notified in advance of such meetings. The coordinating board shall have exclusive voting privileges. The advisory 176 177committee shall consist of thirty-two members, who shall be the president or other chief administrative officer of the University of Missouri; the chancellor of 178each campus of the University of Missouri; the president of each state-supported 179four-year college or university, including Harris-Stowe State University, Missouri 180 181 Southern State University, Missouri Western State University, and Lincoln University; the president of State Technical College of Missouri; the president or 182183 chancellor of each public community college district; and representatives of each 184of five accredited private institutions selected biennially, under the supervision 185of the coordinating board, by the presidents of all of the state's privately supported institutions; but always to include at least one representative from one 186 privately supported community college, one privately supported four-year college, 187 and one privately supported university. The conferences shall enable the 188 189 committee to advise the coordinating board of the views of the institutions on 190matters 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.

195 5. The state historical society, chapter 183, is transferred by type III196 transfer to the University of Missouri.

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197 198 6. The state anatomical board, chapter 194, is transferred by type II transfer to the department of higher education.

199 7. All the powers, duties and functions vested in the division of public 200 schools and state board of education relating to community college state aid and 201 the supervision, formation of districts and all matters otherwise related to the 202state's relations with community college districts and matters pertaining to 203community colleges in public school districts, chapters 163, 178, and others, are 204transferred to the coordinating board for higher education by type I 205transfer. Provided, however, that all responsibility for administering the 206federal-state programs of vocational-technical education, except for the 1202a 207postsecondary educational amendments of 1972 program, shall remain with the 208department of elementary and secondary education. The department of 209elementary and secondary education and the coordinating board for higher 210education shall cooperate in developing the various plans for vocational-technical 211education; however, the ultimate responsibility will remain with the state board 212of education.

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

174.165. The boards of the state institutions of higher education 2 set forth in subsection 1 of section 174.020 shall be authorized to offer 3 baccalaureate and graduate degree programs, subject to the approval 4 of the coordinating board for higher education as provided in 5 subdivision (1) of subsection 2 of section 173.005.

174.225. Missouri State University shall not seek the land grant designation held by Lincoln University and the University of Missouri nor shall Missouri State University seek the research designation currently held by the University of Missouri. [Missouri State University shall offer engineering programs and doctoral programs only in cooperation with the University of Missouri; provided that such cooperative agreements are approved by the governing boards of each institution and that in these instances the University of Missouri shall be the degree-granting institution. Should the University of

9 Missouri decline to cooperate in the offering of such programs within one year of the formal approval of the coordinating board, Missouri State University may 10 cooperate with another educational institution, or directly offer the degree. In all 11 cases, the offering of such degree programs shall be subject to the approval of the 12coordinating board for higher education, or any other higher education governing 13authority that may replace it. Missouri State University may offer doctoral 14 programs in audiology and physical therapy. Missouri State University shall 1516 neither offer nor duplicate the professional programs at the University of Missouri including, without limitation, those that train medical doctors, 1718 pharmacists, dentists, veterinarians, optometrists, lawyers, and architects. The 19 alteration of the name of Southwest Missouri State University to Missouri State 20University shall not entitle Missouri State University to any additional state 21funding.]

174.231. 1. On and after August 28, 2005, the institution formerly known $\mathbf{2}$ as Missouri Southern State College located in Joplin, Jasper County, shall be known as "Missouri Southern State University". Missouri Southern State 3 University is hereby designated and shall hereafter be operated as a statewide 4 institution of international or global education. The Missouri Southern State 56 University is hereby designated a moderately selective institution which shall provide associate degree programs except as provided in subsection 2 of this 78 section, baccalaureate degree programs, and graduate degree programs pursuant to subdivisions (1) and (2) of subsection 2 of section 173.005. The institution 9 10 shall develop such academic support programs and public service activities it 11 deems necessary and appropriate to establish international or global education as a distinctive theme of its mission. [Consistent with the provisions of section 12174.324, Missouri Southern State University is authorized to offer master's level 13degree programs in accountancy, subject to the approval of the coordinating board 14 for higher education as provided in subdivision (1) of subsection 2 of section 15173.005.] 16

2. As of July 1, 2008, Missouri Southern State University shall
discontinue any and all associate degree programs unless the continuation of such
associate degree programs is approved by the coordinating board for higher
education pursuant to subdivision (1) of subsection 2 of section 173.005.

174.251. 1. On and after August 28, 2005, the institution formerly known
2 as Missouri Western State College at St. Joseph, Buchanan County, shall
3 hereafter be known as the "Missouri Western State University". Missouri

Western State University is hereby designated and shall hereafter be operated 4 $\mathbf{5}$ as a statewide institution of applied learning. The Missouri Western State University is hereby designated an open enrollment institution which shall 6 provide associate degree programs except as provided in subsection 2 of this 7 section, baccalaureate degree programs, and graduate degree programs pursuant 8 to subdivisions (1) and (2) of subsection 2 of section 173.005. The institution 9 shall develop such academic support programs as it deems necessary and 10 appropriate to an open enrollment institution with a statewide mission of applied 11 learning. [Consistent with the provisions of section 174.324, Missouri Western 12State University is authorized to offer master's level degree programs in 13 14accountancy, subject to the approval of the coordinating board for higher 15education as provided in subdivision (1) of subsection 2 of section 173.005.]

As of July 1, 2010, Missouri Western State University shall discontinue
 any and all associate degree programs unless the continuation of such associate
 degree program is approved by the coordinating board for higher education
 pursuant to subdivision 2 of section 173.005.

174.640. The board of governors of Truman State University shall
2 be authorized to offer baccalaureate and graduate degree programs,
3 subject to the approval of the coordinating board for higher education
4 as provided in subdivision (1) of subsection 2 of section 173.005.

[174.324. 1. Notwithstanding any law to the contrary, Missouri Western State University and Missouri Southern State University may offer master's degrees in accounting, subject to any terms and conditions of the Missouri state board of accountancy applicable to any other institution of higher education in this state which offers such degrees, and subject to approval of the coordinating board for higher education.

8 2. Any new master's degree program offered at Missouri 9 Southern State University, Missouri Western State University, or 10 any other public institution of higher education in this state must 11 be approved by the coordinating board for higher education 12 pursuant to the provisions of subdivision (1) or (2) of subsection 2 13 of section 173.005.]

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