By the Committees on Budget Subcommittee on Higher Education Appropriations; and Higher Education; and Senators Oelrich and Lynn

605-04237-12

20121752c2

1 A bill to be entitled 2 An act relating to state universities of academic and 3 research excellence and national preeminence; creating 4 s. 1001.765, F.S.; providing a short title; 5 establishing a collaborative partnership between the 6 Board of Governors of the State University System and 7 the Legislature to elevate the academic and research 8 excellence and national preeminence of the highest-9 performing state research universities; authorizing a 10 state research university that meets specified criteria, verified by the Board of Governors, to 11 establish student tuition and fees at differentiated 12 13 and market rates; providing certain conditions for 14 implementing tuition and fee increases; establishing 15 academic and research excellence standards for state 16 universities of national preeminence; specifying 17 requirements relating to debt service obligations; 18 establishing procedures to obtain certain budget authorization for the 2012-2013 fiscal year; 19 20 establishing procedures for institutional legislative 21 budget requests for certain tuition and fee increases; 22 authorizing state universities of national preeminence 23 to establish required courses for certain students; 24 encouraging the Board of Governors to identify, grant, 25 and recommend flexibilities to achieve goals and 26 improve the national rankings of programs of 27 excellence; requiring the Board of Governors to 28 oversee implementation; providing an effective date. 29

Page 1 of 6

	605-04237-12 20121752c2
30	Be It Enacted by the Legislature of the State of Florida:
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32	Section 1. Section 1001.765, Florida Statutes, is created
33	to read:
34	1001.765 State universities of academic and research
35	excellence and national preeminence
36	(1) This section may be cited as the "State Universities of
37	Academic and Research Excellence and National Preeminence Act."
38	(2) A collaborative partnership is established between the
39	Board of Governors and the Legislature to elevate the academic
40	and research excellence and national preeminence of Florida's
41	highest-performing state research universities in accordance
42	with this section. The partnership stems from the State
43	University System Governance Agreement executed on March 24,
44	2010, wherein the Board of Governors and leaders of the
45	Legislature agreed to a framework for the collaborative exercise
46	of their joint authority and shared responsibility for the State
47	University System. Specifically, the governance agreement
48	confirmed the commitment of the Board of Governors and the
49	Legislature to continue collaboration on accountability
50	measures, the use of data, and recommendations derived from such
51	data.
52	(3)(a) Beginning with the 2012-2013 academic year, a state
53	research university that has substantially met at least 11 of
54	the academic and research excellence standards identified in
55	subsection (4), as verified by the Board of Governors, may
56	establish student tuition and fees at differentiated and market
57	rates in addition to the tuition differential fee,
58	notwithstanding the percentages and dollar amount limitations in

Page 2 of 6

	605-04237-12 20121752c2
59	s. 1009.24, as approved by the university's board of trustees
60	and the Board of Governors. Tuition and fee increases may occur
61	no more than once each academic year and must be implemented
62	beginning with the fall term.
63	(b) A qualified beneficiary having a prepaid advance
64	payment contract pursuant to s. 1009.98(2)(b) that was in effect
65	prior to the first year a state university receives tuition and
66	fee authority under this subsection, and that remains in effect,
67	is exempt from the payment of any increase to tuition and fees
68	assessed pursuant to this subsection. A qualified beneficiary
69	having a prepaid advance payment contract pursuant to s.
70	1009.98(2)(b) that is entered into the first year a state
71	university receives tuition and fee authority under this
72	subsection, or thereafter, is liable for the difference between
73	the highest rate of tuition and fees covered by the advance
74	payment contract and the tuition and fees assessed pursuant to
75	this subsection by the state university the student attends.
76	(4) Academic and research excellence standards for state
77	universities of national preeminence are:
78	(a) An average weighted grade point average of 3.8 or
79	higher on a 4.0 scale and an average SAT score of 1800 or higher
80	for fall semester incoming freshman, as reported annually.
81	(b) A top 50 ranking on at least two well-known and highly
82	respected national public university rankings, reflecting
83	national preeminence, using most recent rankings.
84	(c) A freshman retention rate of 90 percent or higher for
85	full-time first-time-in-college students, as reported annually
86	to the Integrated Postsecondary Education Data System (IPEDS).
87	(d) A 6-year graduation rate of 70 percent or higher for

Page 3 of 6

	605-04237-12 20121752c2
88	full-time first-time-in-college students, as reported annually
89	to the IPEDS.
90	(e) Six or more faculty members at the state university who
91	are members of a national academy, as reported by the Center for
92	Measuring University Performance in the Top American Research
93	Universities (TARU) annual report.
94	(f) Total annual research expenditures, including federal
95	research expenditures, of \$200 million or more, as reported in
96	the TARU annual report.
97	(g) Total annual research expenditures in diversified
98	nonmedical sciences of \$100 million or more, based on data
99	reported annually by the National Science Foundation (NSF).
100	(h) A top 100 university national ranking for research
101	expenditures in five or more science, technology, engineering,
102	or mathematics fields of study, as reported annually by the NSF.
103	(i) One hundred or more total patents awarded by the United
104	States Patent and Trademark Office for the most recent 3-year
105	period.
106	(j) Two hundred fifty or more doctoral degrees awarded
107	annually, as reported in the TARU annual report.
108	(k) Two hundred or more postdoctoral appointees annually,
109	as reported in the TARU annual report.
110	(1) A national quality ranking higher than predicted based
111	on available financial resources rankings, as reported annually
112	by U.S. News and World Report.
113	(m) An endowment of \$400 million or more, as reported in
114	the TARU annual report.
115	(n) Annual giving of \$50 million or more, as reported in
116	the TARU annual report.

Page 4 of 6

	605-04237-12 20121752c2
117	(5) Fees collected pursuant to s. 1009.24 that are used to
118	pledge or secure revenue bonds or to secure debt shall be
119	maintained at the appropriate level to meet all debt service
120	obligations of the state university.
121	(6)(a) For the 2012-2013 fiscal year, a state university
122	that meets the requirements of subsection (3), as of February 1,
123	2012, shall submit to the Board of Governors, no later than May
124	31, 2012, the university's proposal for increasing tuition and
125	fee rates for the 2012-2013 academic year as provided for in
126	this section. Upon approval of the university's proposal, the
127	Board of Governors shall request an amendment to increase the
128	budget authority in the Education/General Student and Other Fees
129	Trust Fund necessary to accommodate the additional tuition and
130	fee revenues generated by the university's approved rates.
131	Notwithstanding the \$1 million limitation on increases to an
132	approved operating budget contained in ss. 216.181(11) and
133	216.292(3), a budget amendment exceeding that dollar amount is
134	subject to notice and objection procedures set forth in s.
135	<u>216.177.</u>
136	(b) A state university that meets the requirements of
137	subsection (3) shall annually submit to the Board of Governors,
138	no later than May 31, the university's tuition and fee rate
139	proposal as provided for in this section. Upon approval of the
140	university's proposal, the Board of Governors shall request, in
141	the board's annual legislative budget request, budget authority
142	in the Education/General Student and Other Fees Trust Fund
143	necessary to accommodate tuition and fee revenues generated by
144	the university's approved rates.
145	(7) In order to provide a jointly shared educational

Page 5 of 6

	605-04237-12 20121752c2
146	experience, a state university that has met the requirements of
147	subsection (3) may require its incoming first-time-in-college
148	students to take a 9-to-12-credit set of courses specifically
149	determined by the university. The state university may require
150	that this set of courses be taken at the university and may
151	stipulate that credit for such courses may not be earned through
152	any acceleration mechanism, pursuant to s. 1007.27 or s.
153	1007.271, or other transfer credit. All accelerated credits
154	earned up to the limits specified in ss. 1007.27 and 1007.271
155	shall be applied toward graduation at the student's request.
156	(8) The Board of Governors is encouraged to identify and
157	grant additional authority and flexibilities as may be
158	appropriate to achieve state university and State University
159	System goals. In addition, the Board of Governors is encouraged
160	to identify state university programs of academic and research
161	excellence and make recommendations to the Legislature for
162	flexibilities designed to move those programs higher in
163	appropriate nationally recognized rankings.
164	(9) The Board of Governors shall oversee implementation of
165	this section.

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Section 2. This act shall take effect upon becoming a law.