

**PRELIMINARY MINUTES
KANSAS POSTSECONDARY
TECHNICAL EDUCATION AUTHORITY
MEETING
Wednesday, May 26, 2010**

The May 26, 2010 meeting of the Kansas Postsecondary Technical Education Authority was called to order by Chairman Joe Glassman at 10:03 a.m. The meeting was held in the Kansas Board of Regents Boardroom located in the Curtis State Office Building, 1000 S.W. Jackson, Suite 520, Topeka, Kansas.

Members Present:

Joseph Glassman, Chairman
Wayne Carter
Clark Coco
Diane DeBacker
Eddie Estes
Jim Garner

Jim Grier
Kathy Howell
William Thornton
William Quattlebaum, Vice Chairman
Jack Wempe

Members Absent

Sheila Frahm

APPROVAL OF MINUTES

Motion: Member Grier moved to approve the minutes of April 28, 2010 with one correction on page 2 regarding the meeting Member Grier attended. The presentation was given by representatives from United Methodist Youthville and not SRS as indicated in the minutes. Following second of Member Thornton, the motion carried.

Chairman Glassman recommended revising the agenda by moving the Budget/Finance Committee Report to 2:30 p.m. and moving the remainder of the agenda items forward.

Motion: Member Grier moved to approve the revised agenda. Following a second by Vice Chairman Quattlebaum, the motion carried unanimously.

REPORTS**Chairman Report**

Chairman Glassman recommended that the proposed TEA meeting schedule for 2010-2011 be modified to reflect that the scheduled TEA Retreat on July 28th and July 29th be replaced with a regular meeting during which formal action may be taken if necessary.

Member Liaison reports

No reports.

Report from Vice President for Workforce Development

Vice President Flanders announced Governor Mark Parkinson recently made three appointments to the Kansas Board of Regents—Ed McKechnie, Tim Emert and Mildred Edwards.

Ed McKechnie, appointed in February to serve the remainder of former member William (Bill) Thornton's term, is a former state representative and served on a variety of committees, including Appropriations and the joint committee on Legislative Post Audit. For the past 10 years, McKechnie has been the chief commercial officer for Watco Companies, Inc. based in Pittsburg, and currently serves as the secretary/treasurer on the Kansas Bioscience Authority Board.

Tim Emert, an attorney from Independence, has served as a former state senator and majority leader of the Kansas Senate, chairman of the Judiciary Committee, member of the Education and Transportation committees, and a former member of the Kansas State Board of Education;

Mildred Edwards is the executive director of the Kansas African Americans Affairs Commission and previously served as the project director for STAND TOGETHER coalition at their Regional Prevention Center of Wichita/Sedgwick County. Edwards holds a master's in public health and a doctorate in psychology from Wichita State University.

APPROVAL OF CONSENT AGENDA

PROPOSED NEW PROGRAMS

Technical Programs and Curriculum Committee:

Vice President Quattlebaum announced that the Technical Program and Curriculum Committee met on May 11, 2010 and recommended approval of the following programs:

- **Colby Community College:** Sustainable/Renewable Energy (CIP 14.9999) at the Associate of Applied Science (66 credits) and two Technical Certificates (Sustainable/Renewable Energy for 37 credits and Small Wind Technology for 37 credits)
- **Dodge City Community College & Area Technical Center** Electrical Transmission System Technician (CIP 46.0303) at the Technical Certificate level (39 credits).

Motion: Vice Chairman Quattlebaum moved to approve of the programs presented on the consent agenda. Following a second by Member Estes, the motion carried unanimously.

Vice Chairman Quattlebaum shared his enthusiasm for the new energy and technology programs. Vice President Flanders stated the Kansas Board of Regents and the Kansas Department of Commerce are working to find ways to incent energy training by strategically investing combined resources. He reminded colleges of the webinar on Thursday, May 27, 2010 at 9:00 a.m. to provide information regarding the Energy NET RFP. Secretary Thornton stated the agencies are working together to eliminate duplication of efforts, to increase training efficiency and to strategically pool resources from these two state agencies.

CONSIDERATION OF DISCUSSION AGENDA

PR Marketing Committee

Marketing Update

Secretary Thornton reported Commerce and the Kansas Career Pipeline (KCP) partners remain committed to finding an appropriate solution for the redesign and implementation of the KCP website and its integration with CareerZoomKansas and KANSASWORKS. Currently Commerce is working to establish a small workgroup that will lead the investigation of alternatives and an implementation timeline. (The Kansas Board of Regents will have a representative on the team.)

The committee has completed the self review/assessment and reaffirmed the goals of the Marketing Committee—promoting and raising the awareness of technical education and enhancing the image of technical education and technical careers in Kansas. In addition, the committee discussed one of the outcomes (although difficult to attribute to specific initiatives of the committee) is increasing enrollment in CTE programs. The committee discussed metrics for success and will continue the discussion further at a future meeting.

Vice Chairman Quattlebaum shared a video on “Protecting Business Aviation” stressing the use of business jets as an invaluable tool for numerous small and medium sized businesses and the truly global nature of the general aviation industry. He stated aviation industry is down over 50% and Cessna Aircraft has been forced to lay-off over 50% of their workforce. Although over recent weeks new orders have

surpassed cancellations Cessna Aircraft expects a lag time of about 18 months. He projects Cessna will recover by the middle of 2011.

Kansas Advisory Committee for Career and Technical Education (KACCTE) Report

Robin Harris, Kansas State Department of Education (KSDE) shared information about the Kansas Advisory Committee for Career Technical Education (KACCTE) and some of its current initiatives. The KACCTE has identified its purpose as being a unified voice to advocate and provide recommendations for continuous improvement for secondary Career and Technical Education in Kansas. The committee meets quarterly and the agendas and meetings are posted on the KSDE website. Details regarding the KACCTE were presented in a PowerPoint presentation on the "Power and Promise of Career Technical Education." The PowerPoint presentation will be filed with the original minutes.

Ms. Harris announced three membership vacancies available on the committee. Ms. Harris will distribute a list of the KACCTE committees and members to the TEA members.

Kansas Training Information Program (K-Tip) Report

Rita Johnson provided members with a copy of the FY 2008 Kansas Training Information Program (K-TIP) report. Vice President Flanders commented that the K-TIP report is required by statute and today's presentation explained the categories of the report serving as framework for reports in the future. Vice President Flanders expressed his appreciation to the Secretary of Labor for his assistance gathering data. He stated future reports will include enrollment and completion data.

Rita Johnson explained that the information presented in the report was compiled from data submitted to the Kansas Board of Regents from the individual postsecondary institutions and supplemented with data provided by the Kansas Department of Labor where available. She walked members through the two sections of the report and explained the terminology and methodology used for the various calculations. She also noted this report supplies baseline data and provides a framework for sharing similar information in the future. With the completion of the placement and wage data collection process this summer, the FY 2009 KTIP report should be ready for presentation in September. Future reports will share enrollment, graduation and retention information as it is collected without waiting for the collection of placement and wage data which will always be at least a year behind due to the timeframe for which the data is collected. FY 2010 enrollment and graduation information should be available by the November TEA meeting. (The KTIP report filed with Official Minutes).

Vice President Flanders announced that the Kansas State Department of Education in partnership with the Kansas Board of Regents, Kansas Department of Commerce and the Kansas Department of Labor received a \$9.1 million grant from the U.S. Department of Education to enhance the State Longitudinal Database System (SLDS).

Litigation Update

Member Grier introduced Julene Miller who provided an update regarding the joint KBOR/TEA Ad Hoc committee reviewing the requests by Dodge City Community College, Cowley County Community College, and Pratt Community College for access to postsecondary aid funding. Ms. Miller reported the committee completed their work on May 6, 2010 and created a final report containing findings, conclusions and recommendations. The final report was presented to the Kansas Board of Regents on May 19, 2010. At that time the Board was also given some additional information from the three requesting colleges and a letter written by Seward County Community College. The Board discussed and considered the documents and acted to adopt the Ad Hoc committee's report along with all their findings, conclusions and recommendations. Additionally, the Board clarified that they were expecting proposals for a new funding model to come from the TEA and that such proposals be made to the Board by the September Board meeting.

Ms. Miller reported that on Friday, May 21, 2010, subsequent to the Board meeting, the three community colleges scheduled a telephone conference with the Judge Theis requesting a date and time to hear a

temporary injunction that would likely seek to prevent the Board's distribution of all or part of the Postsecondary Aid funds appropriated for 2011. The court set a date for that hearing on June 22, 2010. Ms. Miller emphasized that she was not present on the phone call but understands the three colleges would be limiting their request for the injunction to the appropriation for "Other Institutions Aid for Technical Education" for FY 2011 and would be seeking only to restrain the distribution of a portion of these funds.

Ms. Miller stated that she is preparing to send a notice of the Board's action to all of the technical colleges and community colleges impacted as well as a hardcopy of the final report.

Open Comment Period

No comments.

OTHER MATTERS

Budget /Finance Committee

Legislative Budget Update

Chairman Grier introduced Diane Duffy who provided the Legislative Budget Update report. Ms. Duffy referenced the May 12, 2010 memo, included in the member's packets, regarding the FY 2010 and FY 2011 appropriations for postsecondary education. She noted that Board staff would continue to scrutinize the Omnibus budget bill, monitor the Governor's actions regarding any line-item vetoes, and provide any updates as appropriate.

The 2010 Legislature enacted two appropriation bills. The first bill was Senate Sub. for HB 2222 (the "Supplemental Bill") was signed by the Governor on March 5, 2010. The second bill, House Sub. for SB 572 (referred to as the "Omnibus Appropriation Act of 2010") passed the House on Saturday, May 8, 2010. The Senate concurred with the House budget bill on Monday, May 10, 2010; therefore, there was no budget conference committee.

FY 2010 State Budget Summary

The FY 2010 appropriation stands at \$747 million dollars. The original FY 2010 State General Fund (SGF) appropriation at the close of the 2009 session was \$767 million dollars. July and November allotments cut a net total of \$20 million dollars leaving \$747 million dollars, a level of SGF funding equal to the FY 2006 level and the level required for compliance with the American Recovery and Reinvestment Act (ARRA). The FY 2010 appropriation of \$747 million dollars is over \$100 million dollars, or nearly 13%, less than the original FY 2009 appropriation.

FY 2011 State Budget Summary

The FY 2011 appropriation stands at \$743.7 million, which drops the SGF amount to \$3.3 million below the level necessary to be compliant with federal ARRA. The Legislature intended to produce a budget that slightly exceeded the ARRA floor, but there was an error in the drafting of a House floor amendment that actually reduced instead of increasing the amount. There was no opportunity for legislative staff to correct the error before the end of the session. After consulting with legislators and staff in the Legislative Research Department and Revisor of Statutes Office, it was determined that the best course of action is to request Governor Parkinson to line-item veto the subsection of the bill containing the error and to recommend language with the correct amount in the FY 2011 Supplemental bill to be considered by the Legislature next year. Assuming those two things happen, the error should not impact the operating budgets of individual colleges and universities.

Postsecondary Aid Distribution for FY 2011

Ms. Duffy pointed out that the line item for the Postsecondary Aid for Vocational Education fund (\$31 million) in previous budgets was split resulting in a line item for "Technical College Aid for Technical Education (of about \$18.8 million) and a line item for "Other Institutions Aid for Technical Education" (of about \$12.2 million).

Ms. Duffy noted that actual amounts will not be final until the appropriation is made and signed by the Governor. In preparation for the distribution of state funds, members were asked prepare a recommendation for the concept for FY 2011 distribution (not actual dollar amounts) to be forwarded to KBOR for action at the June 23, 2010 meeting.

Ms. Duffy reported that staff met with the community and technical college presidents separately to discuss potential distribution options (assuming each of the two line items represent a subset of the former Postsecondary Aid line item and no change in the eligible institutions). The presidents were provided information regarding the potential impact on each of the institutions for each of the options considered. The initial distribution options presented to each group of presidents included using: 1) a 3-year rolling average of enrollments and 2) an across-the-board distribution based on FY 2010 funding amounts. This information was also provided to TEA members. Following discussion the community college presidents communicated a unanimous preference for the option utilizing the 3-year rolling average of enrollments for the distribution methodology of the "Other Institutions Aid for Technical Education".

Motion: Vice Chairman Quattlebaum moved to recommend that staff be directed to reconcile the enrollment numbers submitted with data in the Kansas Postsecondary Database and that the 3-year rolling average of enrollments be utilized as the distribution methodology of the "Other Institutions Aid for Technical Education" for FY 2011. Following a second by Member Estes, the motion carried unanimously.

Ms. Duffy reported that during the discussion among the technical college presidents a third option was requested. This option included both the concept of an element of base funding as well as enrollment as a factor in the distribution methodology to temper the potential impact on institutions. Ms. Duffy noted that the preference of the association of technical college presidents (4 to 2) was for this option.

Motion: Member Coco moved to recommend that staff be directed to reconcile the enrollment numbers submitted with data in the Kansas Postsecondary Database and that the across-the-board option be utilized as the distribution methodology for distribution of the "Technical College Aid for Technical Education" for FY 2011. Member Estes seconded the motion. Each technical college president was provided the opportunity to share their thoughts and comments regarding the potential distribution of these funds. After considerable discussion the motion was defeated by a 5 to 4 vote of the members present.

Motion: Member Coco then moved to recommend that staff be directed to reconcile the enrollment numbers submitted with data in the Kansas Postsecondary Database and that the third option "Hybrid" be utilized as the distribution methodology for distribution of the "Technical College Aid for Technical Education" for FY 2011. Following a second by Member Wempe the motion carried unanimously.

KansasBio Report

Chairman Glassman introduced Angela Kreps, President, KansasBio. KansasBio was formed as a not-for-profit organization to serve as the voice of the bioscience community in Kansas, and operates under the direction of a 19-member Board of Directors. Across the human, plant, animal and industrial biosciences, KansasBio is focused on enhancing the business and research climate and working with leaders across the state to attract and retain bioscience talent, companies, and funding. Today, KansasBio has grown to represent 150 members representing public, private and academic sector partners. KansasBio organization has established educational and advocacy programs to highlight the bioscience industry in Kansas.

Ms. Kreps gave a presentation to the Authority entitled "KansasBio - Educate-Advocate-Connect." Ms. Kreps also reported KansasBio is in the second year of a formal three-year strategic planning process to frame the current and future focus of the organization, and to determine how they can positively impact the growth of the burgeoning bioscience industry in Kansas. The PowerPoint presentation will be filed with the official minutes.

Charge to the TEA Budget and Finance Committee

Chairman Glassman charged the TEA Budget and Finance committee to develop and present recommendations regarding any statutory and/or budgetary amendments necessary to achieve implementation of a new approach for State funding of technical education by fiscal year 2012. The financing options should be presented to the TEA during the July meetings with action on a final recommendation to be forwarded to KBOR occurring at the August 11, 2010 TEA meeting.

Election of FY 2011 TEA Chair and Vice Chair

Motion: Vice Chairman Quattlebaum nominated Chairman Glassman to continue serving as Chair and Kathy Howell to serve as the Vice Chair of the Kansas Postsecondary Technical Education Authority for the 2010-2011 year. Following a second by Member Grier, the motion carried unanimously.

ADJOURNMENT

Chairman Glassman adjourned the meeting at 3:10 p.m.

Respectfully Submitted by
Janice Haberman, Executive Assistant