A bill to be entitled 1 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 11 criteria, verified by the Board of Governors, to 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; establishing procedures to obtain certain budget 18 authorization for the 2012-2013 fiscal year; 19 establishing procedures for institutional legislative 20 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.

Page 1 of 6

29
30 Be It Enacted by the Legislature of the State of Florida:

32 Section 1. Section 1001.765, Florida Statutes, is created 33 to read:

- 1001.765 State universities of academic and research excellence and national preeminence.—
- (1) This section may be cited as the "State Universities of Academic and Research Excellence and National Preeminence

 Act."
- (2) A collaborative partnership is established between the Board of Governors and the Legislature to elevate the academic and research excellence and national preeminence of Florida's highest-performing state research universities in accordance with this section. The partnership stems from the State University System Governance Agreement executed on March 24, 2010, wherein the Board of Governors and leaders of the Legislature agreed to a framework for the collaborative exercise of their joint authority and shared responsibility for the State University System. Specifically, the governance agreement confirmed the commitment of the Board of Governors and the Legislature to continue collaboration on accountability measures, the use of data, and recommendations derived from such data.
- (3) (a) Beginning with the 2012-2013 academic year, a state research university that has substantially met at least 11 of the academic and research excellence standards identified in subsection (4), as verified by the Board of Governors, may

Page 2 of 6

establish student tuition and fees at differentiated and market rates in addition to the tuition differential fee,

notwithstanding the percentages and dollar amount limitations in s. 1009.24, as approved by the university's board of trustees and the Board of Governors. Tuition and fee increases may occur no more than once each academic year and must be implemented beginning with the fall term.

- (b) A qualified beneficiary having a prepaid advance payment contract pursuant to s. 1009.98(2)(b) that was in effect prior to the first year a state university receives tuition and fee authority under this subsection, and that remains in effect, is exempt from the payment of any increase to tuition and fees assessed pursuant to this subsection. A qualified beneficiary having a prepaid advance payment contract pursuant to s. 1009.98(2)(b) that is entered into the first year a state university receives tuition and fee authority under this subsection, or thereafter, is liable for the difference between the highest rate of tuition and fees covered by the advance payment contract and the tuition and fees assessed pursuant to this subsection by the state university the student attends.
- (4) Academic and research excellence standards for state universities of national preeminence are:
- (a) An average weighted grade point average of 3.8 or higher on a 4.0 scale and an average SAT score of 1800 or higher for fall semester incoming freshman, as reported annually.
- (b) A top 50 ranking on at least two well-known and highly respected national public university rankings, reflecting national preeminence, using most recent rankings.

(c) A freshman retention rate of 90 percent or higher for full-time first-time-in-college students, as reported annually to the Integrated Postsecondary Education Data System (IPEDS).

85

86

87

88

89

90

91

92

93

94

95

96

97

98

99

100

101

102

103

104

105

106

107

108

109

110

111

- A 6-year graduation rate of 70 percent or higher for full-time first-time-in-college students, as reported annually to the IPEDS.
- Six or more faculty members at the state university who are members of a national academy, as reported by the Center for Measuring University Performance in the Top American Research Universities (TARU) annual report.
- Total annual research expenditures, including federal (f) research expenditures, of \$200 million or more, as reported in the TARU annual report.
- Total annual research expenditures in diversified (q) nonmedical sciences of \$100 million or more, based on data reported annually by the National Science Foundation (NSF).
- (h) A top 100 university national ranking for research expenditures in five or more science, technology, engineering, or mathematics fields of study, as reported annually by the NSF.
- One hundred or more total patents awarded by the United States Patent and Trademark Office for the most recent 3year period.
- Two hundred fifty or more doctoral degrees awarded annually, as reported in the TARU annual report.
- (k) Two hundred or more postdoctoral appointees annually, as reported in the TARU annual report.
- A national quality ranking higher than predicted based 112 on available financial resources rankings, as reported annually

by U.S. News and World Report.

- (m) An endowment of \$400 million or more, as reported in the TARU annual report.
- $\underline{\mbox{(n)}} \ \ \mbox{Annual giving of $50 million or more, as reported in} \\ \mbox{the TARU annual report.}$
- (5) Fees collected pursuant to s. 1009.24 that are used to pledge or secure revenue bonds or to secure debt shall be maintained at the appropriate level to meet all debt service obligations of the state university.
- that meets the requirements of subsection (3), as of February 1, 2012, shall submit to the Board of Governors, no later than May 31, 2012, the university's proposal for increasing tuition and fee rates for the 2012-2013 academic year as provided for in this section. Upon approval of the university's proposal, the Board of Governors shall request an amendment to increase the budget authority in the Education/General Student and Other Fees Trust Fund necessary to accommodate the additional tuition and fee revenues generated by the university's approved rates.

 Notwithstanding the \$1 million limitation on increases to an approved operating budget contained in ss. 216.181(11) and 216.292(3), a budget amendment exceeding that dollar amount is subject to notice and objection procedures set forth in s. 216.177.
- (b) A state university that meets the requirements of subsection (3) shall annually submit to the Board of Governors, no later than May 31, the university's tuition and fee rate proposal as provided for in this section. Upon approval of the

Page 5 of 6

university's proposal, the Board of Governors shall request, in the board's annual legislative budget request, budget authority in the Education/General Student and Other Fees Trust Fund necessary to accommodate tuition and fee revenues generated by the university's approved rates.

- experience, a state university that has met the requirements of subsection (3) may require its incoming first-time-in college students to take a 9-to-12-credit set of courses specifically determined by the university. The state university may require that this set of courses be taken at the university and may stipulate that credit for such courses may not be earned through any acceleration mechanism, pursuant to s. 1007.27 or s. 1007.271, or other transfer credit. All accelerated credits earned up to the limits specified in ss. 1007.27 and 1007.271 shall be applied toward graduation at the student's request.
- (8) The Board of Governors is encouraged to identify and grant additional authority and flexibilities as may be appropriate to achieve state university and State University System goals. In addition, the Board of Governors is encouraged to identify state university programs of academic and research excellence and make recommendations to the Legislature for flexibilities designed to move those programs higher in appropriate nationally recognized rankings.
- (9) The Board of Governors shall oversee implementation of this section.
 - Section 2. This act shall take effect upon becoming a law.