

Minutes  
OHIO BOARD OF REGENTS  
Columbus, Ohio  
November 15, 2001

**CALL TO ORDER AND ROLL CALL**

The meeting was called to order by the Chair, Jeanette Grasselli Brown.

The roll was called by the Acting Secretary, Thomas W. Noe. Those present were:

Jeanette G. Brown  
Tahlman Krumm, Jr.  
Gerald M. Miller

Floyd W. Nickerson  
Thomas W. Noe  
J. Gilbert Reese

Regent Noe stated "the record should show that notice of this meeting has been given in accordance with provisions of the Board of Regents' Rule 3333-1-14, which rule itself was adopted in accordance with section 121.22(F) of the Ohio Revised Code and of the State Administrative Procedures Act."

**CONSIDERATION OF MATTERS RELATED TO THE AGENDA (ITEMS MAY BE AMENDED, ADDED TO OR DELETED FROM THE AGENDA AT THE DISCRETION OF THE BOARD)**

No changes.

**APPROVAL OF MINUTES OF OCTOBER 18, 2001**

A motion was made by Regent Krumm to approve the Minutes of the October 18, 2001, meeting of the Board. The motion was seconded by Regent Reese and it was unanimously passed.

**COMMITTEE REPORTS AND SUMMARY OF DELIBERATIONS**

Communications Committee – Regent Miller: The Communications Committee met this morning and was briefed by Deborah Gavlik, Director of Budget and Resource Planning, on House Bill 405, which is about the Fiscal Year 2002-2003 budget deficit and the Governor's and General Assembly's proposed plans to address the deficit. Since last month, the House and yesterday the Senate Finance Committees passed their versions of House Bill 405. The good news is that higher education wasn't cut any further in either version. The bad news is that money from the tobacco settlement was taken, eliminating the tax increases proposed by Governor Taft. This action threatens the biotechnology funding originally allocated from tobacco settlement money. Primary and secondary education's budget had been reduced by \$43 million.

Chair Jenny Brown testified last week before the Senate Finance Committee. She had a difficult job to do, because the room was full with others wanting to testify and she ended up testifying last, some two hours later than

when the session began. She answered some difficult questions very effectively. Regent Brown also suggested to association leaders that they get the message out to the public about how their campuses are cutting costs to counter the rising tuition. It was also suggested that the campuses publicize how they are distributing financial aid.

Dr. Harry Andrist, Director of Research and Graduate Programs, updated the committee on The Ohio Plan Study Committee's activities. Dr. Andrist and Vice Chancellor Walters, along with business leaders from Procter & Gamble, Timken Company and Cleveland Tomorrow, are giving a presentation before the study committee tonight. Dr. Andrist said the message of business leaders to the study committee is "Go Big or Go Home." It is important to get across to the Ohio Plan Study Committee that Ohio must get the right people and the right talent as part of our infrastructure. Chair Brown commented that Ohio has "peanuts" for resources compared to Austin, Texas, in terms of eminent faculty and endowment funds. We also discussed that we are not going to solve anything by just funding alone - we need to have a comprehensive plan to go with the funding.

Vice Chancellor Walters and Chancellor Chu met with Ohio Congressman Ralph Regula in Washington about The Ohio Plan. Dr. Walters reported that Representative Regula was very receptive to The Ohio Plan and seemed interested in the federal government providing matching funds. The discussion was mostly general and non-specific. Congressman Regula emphasized that much work needs to be done before he can present anything concrete to his colleagues and cautioned that we should also talk to the rest of the Ohio Congressional Delegation. Chancellor Chu emphasized to the Congressman that Ohio has not received its fair share of congressional earmarks.

Deborah Gavlik showed the committee the brochure on our capital planning issues that will be sent to legislators. The brochure is more personal, has student "stories" to put a face on the issues, not just hard data.

Associate Vice Chancellor Sheehan updated the committee on personnel changes in External Relations. He noted that Laura Massie is leaving the Board of Regents to take a position at Case Western Reserve University.

Vice Chancellor Walters updated the committee on the work of the "Full State Press" community outreach initiatives. Per Regent Brown's previous request, we are now working closely with several localized higher education associations, including the Northeast Ohio Coalition on Higher Education, among others. Dr. Walters emphasized that we want to make this a positive message. I personally agreed, stressing that most people want to bet on a winning team.

Resources Committee - Regent Noe: The Resources Committee met this morning and discussed the FY 2002 budget update. We talked about the need for a special December Board meeting to consider approval of the FY 2003-2004 capital plan. A date will be set in the next week or so with a videoconferencing

format. Vice Chancellor Petrick updated the committee on the Higher Education Funding Commission's planning meeting of the presidents on November 12<sup>th</sup> to set a preliminary agenda and to work on the Commission's structure, to make it a smaller group of 20-25 people with across the board representation. The goal is to hold the first full meeting of the Commission sometime in December.

The agenda items reviewed by the committee for approval at today's meeting are: distribution and release of FY 2002 State Share of Instruction; a fee pledge by Ohio State University in support of a bond issuance not to exceed \$275.9 million; distribution and release of FY 2002 operating funds for the Ohio Regional Library Depositories; distribution and release of funds for FY 2002 Success Challenge; a Joint Use Agreement between the University of Cincinnati and the Hebrew Union College; and requests to the Controlling Board for October 2001.

Initiatives Committee – Regent Krumm: The Initiatives Committee met this morning and recommends approval of the eleven items on today's agenda. Five of those items are reciprocity agreements with various states. As an addendum to that, conversations have been entered into with the state of Indiana, which is also interested in reciprocity with Ohio. The Committee approved two items for January's agenda.

Vice Chancellor Tafel reported on the Governor's Commission on Teaching Success and the difficulties that that Commission will face. The Committee was updated on Access Initiatives and our efforts to redesign what we do and to re-deploy people into new positions so that we can do that better. It was noted that there is tension between our interest in access and the escalating price of going to college. Additionally, we got a glimpse of what may be a problem – a disturbing trend to inflate required credentialing – and this is being pushed into the doctoral level. The proposed Doctor of Occupational Therapy degree is simply one example of several that are creating a dilemma for the Board of Regents and the Regents Advisory Committee on Graduate Study. At what level are these programs subsidized? Are they really doctoral programs? We'll have to deal with this issue at some point fairly soon.

Performance Committee – Regent Miller: The Performance Committee started out with good news. A press release out this afternoon reveals a significant improvement in first-time bar passage rates statewide. Passage rates increased to 82% compared to 75% last year. The improved passage rates reflect an increased emphasis on the part of Ohio's law schools to improve quality while not becoming increasingly selective. There was only a 5% decrease in the number of students taking the bar exam this year. State to state comparisons are difficult as each state has a different standard.

A resolution has been reached with the AICUO regarding the 2001 and 2002 Performance Report. A meeting has been scheduled with Governor Taft for November 20, 2001 relative to the Performance Report. Following a press conference on December 12<sup>th</sup>, printed copies will be distributed to campuses, media outlets, and public libraries. The Performance Report is web-based which

allows for maximum utility. A mass e-mailing was also recommended to ensure that high schools as well as students and parents be made aware of the report and have access to it.

The next step in the Performance Report is a transition report focusing on the same content, but from the perspective of the individual school districts. Important topics would include remediation, employment outcomes, and persistence. A possible outcome of this report may be to provide a measuring stick for increased accountability in the K-12 sector. Another beneficial by-product of the Performance Report has been a faster response to data requests due to the readily available data provided by the report.

The Report provides a great deal of raw material for studying policy on behalf of the Ohio Board of Regents, the system, and how each institution ranks with the various issues among their peers. Policy discussions as a result of this are very likely and we are asking for a review of what policy implication we should be looking at as a system.

Consent Agenda: A motion was made by Regent Reese to approve agenda items 3.1 through 3.18. Regent Miller seconded the motion and it was unanimously passed.

- 3.1 Renewal of a Tuition Reciprocity Agreement between Cincinnati State Technical and Community College, Southern State Community College, Northern Kentucky University, and the University of Cincinnati
- 3.2 Renewal of a Tuition Reciprocity Agreement between the University of Cincinnati and Northern Kentucky University
- 3.3 Renewal of a Tuition Reciprocity Agreement between West Virginia Northern Community College, Belmont Technical College and Jefferson Community College
- 3.4 Renewal of a Tuition Reciprocity Agreement between Owens State Community College and Monroe County Community College
- 3.5 Amendment of a Tuition Reciprocity Agreement between Washington State Community College and West Virginia University at Parkersburg
- 3.6 Findlay University, Master of Arts in Liberal Studies
- 3.7 Case Western Reserve University, Master of Engineering and Management
- 3.8 Ohio University, Ironton and Chillicothe Campuses, Master of Science in Industrial and Manufacturing Systems Engineering
- 3.9 Ohio University, Lancaster Campus at the Pickerington Center, Master of Arts in Political Science
- 3.10 Ohio University, Southern Campus, Master of Education in Counselor Education
- 3.11 Wright State University, Ph.D. in Engineering
- 3.12 Distribution and release of FY 2002 State Share of Instruction
- 3.13 Fee pledge by Ohio State University in support of a bond issuance not to exceed \$275.9 million
- 3.14 Distribution and release of funds for FY 2002 Jobs Challenge Workforce Incentive and Performance Grants

- 3.15 Distribution and release of FY 2002 operating funds for the Ohio Regional Library Depositories
- 3.16 Distribution and release of funds for FY 2002 Success Challenge
- 3.17 Joint Use Agreement between the University of Cincinnati and the Hebrew Union College
- 3.18 Requests to the Controlling Board for the period October 1, 2001 through October 31, 2001

RESOLUTION 2002-46  
Agenda Item 3.1

WHEREAS, a Tuition Reciprocity Agreement between Cincinnati State Technical and Community College, Northern Kentucky University, and University of Cincinnati was established in 1991, and subsequently renewed in 1994, and again in 1996; and

WHEREAS, the current Agreement was extended through December 31, 2001; and

WHEREAS, Cincinnati State Technical and Community College, Northern Kentucky University, and University of Cincinnati have proposed an extension of the current Agreement; and

WHEREAS, under the proposed renewal Agreement any resident of Boone, Bracken, Campbell, Carroll, Gallatin, Grant, Kenton, and Pendleton Counties, Kentucky meeting the criteria and requirements of the Agreement and the admission requirements of the institution have the opportunity to attend the University of Cincinnati or Cincinnati State Technical and Community College at in-state tuition rates; and

WHEREAS, under the proposed agreement any resident of Brown, Butler, Clermont, Hamilton, and Warren Counties, Ohio meeting the criteria and requirements of the Agreement and the admission requirements of the institution have the opportunity to attend Northern Kentucky University at resident tuition rates;

NOW, THEREFORE,

BE IT RESOLVED: that the Tuition Reciprocity Agreement attached is approved, beginning the 2001/2002 academic year, and ending June 30, 2002 academic year.

RESOLUTION 2002-47  
Agenda Item 3.2

WHEREAS, a Tuition Reciprocity Agreement between the University of Cincinnati and Northern Kentucky University was established in 1982, and subsequently renewed in 1991, and again in 1996; and

WHEREAS, the current Agreement was extended through December 31, 2001; and

WHEREAS, the University of Cincinnati and Northern Kentucky University have proposed an extension of the current Agreement; and

WHEREAS, under the proposed renewal Agreement any resident of Boone, Bracken, Campbell, Carroll, Gallatin, Grant, Kenton, and Pendleton Counties, Kentucky have the opportunity to attend the University of Cincinnati at in-state tuition rates in graduate degree programs not specifically excluded from this Agreement; and

WHEREAS, under the proposed agreement any resident of Brown, Butler, Clermont, Hamilton, and Warren Counties, Ohio is able to attend Northern Kentucky University at resident tuition rates in graduate degree programs not specifically excluded from this Agreement;

NOW, THEREFORE,

BE IT RESOLVED: that the Tuition Reciprocity Agreement attached is approved, beginning the 2001/2002 academic year, and ending June 30, 2002 academic year.

RESOLUTION 2002-48  
Agenda Item 3.3

WHEREAS, a Tuition Reciprocity Agreement between West Virginia Northern Community College, Belmont Technical College, and Jefferson Community College was established in 1985, and subsequently renewed in 1989, again in 1995, and extended in July, 2001; and

WHEREAS, the current Agreement expired at the end of the 2000/2001 academic year, and was extended through December 31, 2001; and

WHEREAS, West Virginia Northern Community College, Belmont Technical College, and Jefferson Community College have proposed an extension of the current Agreement to terminate at the end of the 2006-2007 academic year; and

WHEREAS, under the proposed renewal Agreement any resident of Brooke, Hancock, Marshall, Ohio, and Wetzel Counties in West Virginia meeting regular admission requirements will have the opportunity to attend Belmont Technical College at in-state Ohio tuition rates; and

WHEREAS, under the proposed Agreement any resident of Brooke, Hancock, Marshall, Ohio and Wetzel Counties in West Virginia meeting regular admission requirements will have the opportunity to attend Jefferson Community College at in-state Ohio tuition rates in; and

WHEREAS, under the proposed Agreement any resident of Belmont, Harrison, Jefferson and Monroe Counties, Ohio meeting regular admission requirements will have the opportunity to attend West Virginia Northern Community College at resident West Virginia tuition rates.

NOW, THEREFORE,

BE IT RESOLVED: that an extension to the Tuition Reciprocity Agreement attached is approved through the 2006/2007 academic year, and ending the Spring Term of 2007.

RESOLUTION 2002-49  
Agenda Item 3.4

WHEREAS, a Tuition Reciprocity Agreement between Owens State Community College and Monroe County Community College and Monroe County Community College was established in 1982, was renewed in 1993, renewed again in 1998 through the Summer of 2001, and extended through December 31, 2001 to accommodate negotiations toward a new longer term Agreement;

WHEREAS, the current extended Agreement will expire on December 31, 2001:

WHEREAS, Owens State Community College and Monroe County Community College have proposed a five-year extension of the current extended Agreement;

WHEREAS, under the proposed Agreement any resident of Monroe County, Michigan has the opportunity to attend Owens State Community College at in-state tuition rates, if enrolled in programs designated as eligible under the renewed Agreement;

WHEREAS, residents of Ohio may enroll at Monroe County Community College at in-state tuition rates, if enrolled in programs designated as eligible under the renewed Agreement;

NOW, THEREFORE,

BE IT RESOLVED: that the Tuition Reciprocity Agreement attached is approved, effective for the 2001-2002 academic year, through the 2005-2006 academic year.

RESOLUTION 2002-50  
Agenda Item 3.5

WHEREAS, a Tuition Reciprocity Agreement between Washington State Community College and West Virginia University-Parkersburg was established in 1987, was renewed in 1991, was renewed again in 1996 and 1999;

WHEREAS, Washington State Community College and West Virginia University-Parkersburg have proposed amending the current Agreement to reflect revised language and the addition of an undergraduate program at West Virginia University-Parkersburg;

WHEREAS, under the proposed Agreement any resident of Jackson, Pleasants, Richie, Roane, Tyler, Wirt, and Wood Counties in West Virginia has the opportunity to attend Washington State Community College at in-state tuition rates, if enrolled in designated reciprocity programs;

WHEREAS, residents of Washington and Morgan Counties in Ohio may enroll at West Virginia University-Parkersburg at in-state tuition rates, if enrolled in designated reciprocity eligible programs;

NOW, THEREFORE,

BE IT RESOLVED: that the Amended Tuition Reciprocity Agreement attached is approved, effective January, 2002, through June 30, 2004.

RESOLUTION 2002-51  
Agenda Item 3.6

BE IT RESOLVED: upon the recommendation of the Chancellor and with the concurrence of the Initiatives Committee of the Ohio Board of Regents that the following degree program be approved through December 31, 2005 to coincide with the institution's reauthorization date. Yearly progress reviews of the program will be submitted to the Ohio Board of Regents by December 31, 2002, and December 31, 2003.

Findlay University, Findlay, Ohio  
Master of Arts in Liberal Studies

RESOLUTION 2002-52  
Agenda Item 3.7

WHEREAS, the institution has made application for an amended certificate of authorization for a new graduate degree program in conformance with the procedural requirements established by the Ohio Board of Regents; and

WHEREAS, the institution has provided appropriate evidence of compliance with amended Rule 3333-1-08 of the Ohio Administrative Code and, under the authority pursuant to Chapter 1713 of the Ohio Revised Code, seeks degree authorization to offer the Master of Engineering and Management;

NOW, THEREFORE,

BE IT RESOLVED: upon the recommendation of the Chancellor and with the concurrence of the Regents' Advisory Committee on Graduate Study as well as the Initiatives Committee of the Ohio Board of Regents that the following program is hereby granted final degree authorization:

Case Western Reserve University  
Master of Engineering and Management

BE IT FURTHER RESOLVED: that the Chancellor is hereby commissioned on behalf of the Ohio Board of Regents to issue the appropriate certificate of authorization to the institution for the degree and site of programming in Ohio aforementioned.

RESOLUTION 2002-53  
Agenda Item 3.8

BE IT RESOLVED: upon the recommendation of the Chancellor and with the concurrence of the Regents' Advisory Committee on Graduate Study as well as the Initiatives Committee of the Ohio Board of Regents that the following new degree program is approved:

Ohio University, Ironton and Chillicothe Campuses  
Master of Science in Industrial and Manufacturing Systems Engineering

RESOLUTION 2002-54  
Agenda Item 3.9

BE IT RESOLVED: upon the recommendation of the Chancellor and with the concurrence of the Regents' Advisory Committee on Graduate Study as well as the Initiatives Committee of the Ohio Board of Regents that the following new degree program is approved:

Ohio University, Lancaster Campus at the Pickerington Center  
Master of Arts in Political Science

RESOLUTION 2002-55  
Agenda Item 3.10

BE IT RESOLVED: upon the recommendation of the Chancellor and with the concurrence of the Regents' Advisory Committee on Graduate Study as well as the Initiatives Committee of the Ohio Board of Regents that the following new degree program is approved:

Ohio University, Southern Campus  
Master of Education in Counselor Education

RESOLUTION 2002-56  
Agenda Item 3.11

WHEREAS, the Dayton Area Graduate Studies Institute (DAGSI) was created to facilitate regional collaboration in graduate engineering education among Wright State University, the University of Dayton, and the Air Force Institute of Technology; and

WHEREAS, Ohio State University and the University of Cincinnati have subsequently joined the DAGSI collaboration in order to provide access to their extensive educational resources in graduate engineering within the Dayton-Miami Valley region; and

WHEREAS, the collaboration of these five institutions with their nationally/internationally visible engineering research programs has established a unique foundation for a strong collaborative doctoral program in engineering; and

WHEREAS, on September 13, 1996 the Ohio Board of Regents granted provisional approval for an interdisciplinary Ph.D. degree program in Engineering for Wright State University, offered in collaboration with the Air Force Institute of Technology, the University of Dayton, the University of Cincinnati, and Ohio State University; and

WHEREAS, the degree authorization of September 13, 1996 was granted on a provisional basis subject to a comprehensive five-year review of the quality and effectiveness of the program to be completed no later than September 30, 2001; and

WHEREAS, the institution has demonstrated appropriate compliance with the requirements related to program quality and effectiveness referenced in the Board resolution approved on September 13, 1996 and, further, seeks final degree authority;

NOW, THEREFORE,

BE IT RESOLVED: upon the recommendation of the Chancellor and with the concurrence of the Regents' Advisory Committee on Graduate Study as well as the Initiatives Committee of the Ohio Board of Regents that the following program is hereby granted final degree authorization:

Wright State University  
Doctor of Philosophy in Engineering

RESOLUTION 2002-57  
Agenda Item 3.12

WHEREAS, the state's biennial budget directs the Ohio Board of Regents to distribute higher education funds in accordance with various requirements; and

WHEREAS, certain of these funds are provided for a specific purpose and others are to be distributed at the discretion of the Board; and

WHEREAS, Section 94.01 of Amended Substitute House Bill 94 requires the Board of Regents to calculate the distribution of the State Share of Instruction based on certain enrollments and facility data, and the formula provisions of that act; and

WHEREAS, the enrollment and facilities data have been revised by the staff of the Board of Regents, with the cooperation and assistance of the state's public colleges and universities;

NOW, THEREFORE,

BE IT RESOLVED: upon the recommendation of the Chancellor and with the concurrence of the Resources Committee of the Ohio Board of Regents, that the allocation of available State Share of Instruction appropriations for FY 2002, as described in the attached table and made a part hereof, is hereby approved.

RESOLUTION 2002-58  
Agenda Item 3.13

WHEREAS, Section 94.06 of Am. Sub. H.B. 94 of the 124<sup>th</sup> General Assembly requires that any new pledge of student fees to secure bonds or notes of a state college or university must be approved by the Ohio Board of Regents; and

WHEREAS, the University proposes to pledge student fees in support of general receipts bonds and commercial paper in an aggregate amount not to exceed \$275,900,000 for the purpose of financing multiple renovations and new projects on campus; and

WHEREAS, of the amount to be financed, \$263,000,000 would be used for the construction and issuance costs of multiple projects to be financed by future revenues from specific auxiliary enterprises; and

WHEREAS, to provide for financial flexibility, reduced costs, and administrative simplicity, the University proposes to issue short-term commercial paper to later be converted to long-term bonds; and

WHEREAS, the University has determined that the proposed renovations and projects are essential to meeting the needs of students and fulfilling institutional goals; and

WHEREAS, the University's Board of Trustees is expected to approve the resolutions authorizing this debt issuance at its meeting of November 2, 2001; and

WHEREAS, the proposed bond issuance complies with the requirements of Section 3345.11 and Section 3345.12 of the Ohio Revised Code;

NOW, THEREFORE,

BE IT RESOLVED, upon the recommendation of the Chancellor and with the concurrence of the Resources Committee of the Ohio Board of Regents, that the pledge of fees by The Ohio State University in support of general receipts bonds and commercial paper not to exceed an aggregate amount of \$275,900,000 is hereby approved.

RESOLUTION 2002-59  
Agenda Item 3.14

WHEREAS, the state's biennial budget directs the Ohio Board of Regents to distribute higher education funds in accordance with various requirements; and

WHEREAS, in this action the Board is requested to consider the release and distribution of the Workforce Incentive and Performance Grants portions of the FY 2002 Jobs Challenge appropriations; and

WHEREAS, the Ohio Board of Regents is mandated by the Ohio General Assembly to administer the distribution of various line item appropriations included in Amended Substitute House Bill 94 of the 124<sup>th</sup> General Assembly; and

WHEREAS, certain of these funds are provided for a specific purpose and others are to be distributed at the discretion of the Board; and

WHEREAS, the Jobs Challenge appropriations are reserved for member campuses of the EnterpriseOhio Network; and

WHEREAS, the Workforce Incentive Grants are distributed according to a formula that recognizes institutional efforts to support economic development through the provision of noncredit job-related training and instruction; and

WHEREAS, the Performance Grants are distributed to campuses that have fulfilled performance criteria for employee training and related services for businesses and industries strategically important to the state's economic success; and

NOW, THEREFORE,

BE IT RESOLVED: upon the recommendation of the Chancellor and with the concurrence of the Resources Committee of the Ohio Board of Regents, that the FY 2002 appropriations for Jobs Challenge Workforce Incentive and Performance Grants, as described in the attached table and made a part hereof, be approved for distribution.

Resolution 2002-60  
Agenda Item 3.15

WHEREAS, the state's biennial budget directs the Ohio Board of Regents to distribute higher education funds in accordance with various requirements; and

WHEREAS, certain of these funds are provided for a specific purpose and others are to be distributed at the discretion of the Board; and

WHEREAS, Amended Substitute House Bill 94 appropriates funds to support the operations at Ohio's five regional library depositories; and

WHEREAS, the distribution of these funds is based on the current year budget for each regional library depository;

NOW, THEREFORE,

BE IT RESOLVED: upon the recommendation of the Chancellor and with the concurrence of the Resources Committee of the Ohio Board of Regents, that the allocation of available FY 2002 appropriations for Ohio's regional library depositories, as described in the attached table and made a part hereof, is hereby approved.

RESOLUTION 2002-61  
Agenda Item 3.16

WHEREAS, the Ohio Board of Regents is mandated by the Ohio General Assembly to administer the distribution of various line item appropriations included in Am. Sub. H.B. 94 of the 124<sup>th</sup> General Assembly; and

WHEREAS, certain of these funds are provided for a specific purpose and others are to be distributed according to a formula established in law and implemented by the board; and

WHEREAS, two-thirds of the FY 2002 Success Challenge appropriations are to be distributed according to a formula that recognizes and rewards university main campuses for their ability to help "at-risk" in-state undergraduate students achieve their baccalaureate degrees; and

WHEREAS, an “at-risk” student is defined here as any Ohio student who received, or was eligible to receive, an Ohio Instructional Grant during any term from Summer, 1991 to Spring, 2000; and

WHEREAS, one-third of the FY 2002 Success Challenge appropriations are to be distributed according to a formula that recognizes and rewards university main campuses for their ability to help in-state undergraduates achieve their baccalaureate degrees in a “timely manner;” and

WHEREAS, “timely manner” means the normal time it would take for a full-time degree-seeking undergraduate to complete the student’s degree. Generally, for such students pursuing a bachelor’s degree, “timely manner” means four years. Exceptions to this general rule are permitted for students enrolled in programs specifically designed to be completed in a longer time period.

NOW, THEREFORE,

BE IT RESOLVED: upon the recommendation of the Chancellor and with the concurrence of the Performance Committee of the Ohio Board of Regents, that FY 2002 appropriations for Success Challenge, as described in the attached schedule and made a part hereof, be approved for distribution.

Release of FY 2002 Success Challenge Funds	
Total Appropriations	\$46,821,000
October, 2001 Release	\$46,821,000

RESOLUTION 2002-62  
Agenda Item 3.17

WHEREAS, the 123<sup>rd</sup> Ohio General Assembly enacted H.B. 640 which includes a specific capital appropriation of \$250,000 to the University of Cincinnati for The Jacob Rader Marcus Center of American Jewish Archives at Hebrew Union College; and

WHEREAS, the Ohio Board of Regents’ Rule 3333-1-03 requires that a joint use agreement between the institution for which funds are appropriated and the organization which will own or lease and operate facilities to be constructed or improved with such funds must be approved by the Board; and

WHEREAS, the University of Cincinnati and Hebrew Union College have presented a joint use agreement for approval by the Ohio Board of Regents; and

WHEREAS, the agreement has been reviewed and its format is found to be appropriate, its description of extent and nature of use has been specified, and the commitment extends no less than fifteen years, and it is in conformity with Rule 3333-1-03; and

WHEREAS, the parties have determined that the value of the use is reasonably related to the amount of the appropriation;

NOW, THEREFORE,

BE IT RESOLVED: upon the recommendation of the Chancellor and with the concurrence of the Resources Committee of the Ohio Board of Regents, that the Joint Use Agreement between the University of Cincinnati and Hebrew Union College; and attached and made a part hereof, be approved.

RESOLUTION 2002-63  
Agenda Item 3.18

BE IT RESOLVED: upon the recommendation of the Resources Committee of the Ohio Board of Regents, that the request for release of capital improvements funds received in the period October 1, 2001 through October 31, 2001, shown on the sheets attached hereto, are hereby approved and recommended for approval by the Controlling Board.

**CHANCELLOR'S REPORT**

Thanks to our hosts today, ISP Fine Tech, and especially to Craig Heselton, site general manager and Jacqueline Lewis, senior administrative specialist.

As noted by Regent Miller and indeed all over the state's newspaper headlines today, the state's budget continues to be in the center of the news, now four and a half months into our current biennial operating budget cycle. At the beginning of this fiscal year, each college and university's board of trustees did the best they could in establishing their individual campus budgets to cope with the cut in the state's appropriation to higher education. To do so, campuses imposed budget cuts – mostly to programs and staff – and dipped into their fund balances, which is the campuses' version of a Rainy Day Fund. However, campuses cannot dip too far into their fund balances or they could be put on state fiscal watch. Despite the restraints by campuses caused by these budgetary actions, Ohio's campuses had to increase their tuitions an average of 7.1% in resident undergraduate tuition. I think the restraint is evident in the fact that this increase is less than the national average tuition increase that we have seen reported this fall throughout the United States, despite the original cut in our biennial operating budget.

However, as a result of the Governor's 6% cut to the current FY 2002 higher education operating budget that he imposed last month by executive order, trustees at the University of Akron, the University of Cincinnati, Cleveland State University and Kent State University have announced additional mid-year tuition increases, and I would expect that other public colleges and universities are considering similar actions.

While tuition increases are triggered by the loss of state funds, these increases will cover only a portion of the institution's budget shortfall, since with reduced support, the state obviously isn't covering any portion of the cost of increased enrollments. Some 14,000 additional students are on Ohio's campuses this fall as compared to last, and with no additional funds, obviously the total cost of educating those students is borne by Ohio's campuses.

We are fortunate that Governor Taft has stated publicly that he will not support any further cuts in the higher education budget, among other state agencies. The Ohio House of Representatives has passed a budget deficit bill that protects the higher education community from any further cuts, and just last evening, as was reported, the Senate Finance Committee passed their version of the bill that also takes no further cuts in the higher education budget support, although we are disturbed that the Senate Finance Committee's taking of the biomedical research and technology transfer trust funds is so damaging. In this knowledge based economy of the 21<sup>st</sup> century, Ohio must better generate the original research that will keep Ohio's economy globally competitive and, of course, research plays such an important role in that. Our campuses must educate more Ohioans so they can contribute to the increasingly challenging needs of Ohio's workforce.

I am grateful that the Governor, the House and the Senate Finance Committee recognize the devastating impact that further cuts in the campus budgets would have not only on students but also on Ohio's economic future and certainly hope that the biomedical trust fund will be restored. I'm hopeful that this recognition will be shared by the full Senate and the Conference Committee that we expect will be called to resolve the differences in the budget balancing bill.

The critical importance of higher education to the economic prospects of our nation was the theme at the 33<sup>rd</sup> annual meeting of the National Alliance of Business in Washington, D.C., that I attended last week. The National Alliance of Business is the national business group that is focused on improving education in America. For over a decade they focused on improving K-12, elementary and secondary education. This year, they have recognized that business needs to focus on higher education as well.

Ralph Larson, CEO of Johnson & Johnson provided a business view of the situation. Johnson & Johnson's competitive advantage, he said, is born out of three factors: knowledge, human capital, and social capital – shared values and personal relationships. Mr. Larson highlighted the need to build the relationship between business and higher education, so the entire education system produces graduates able to live in a rapidly changing, diverse, and yet interdependent world.

Representing President Bush was Margaret Spelling, the President's domestic policy advisor. In describing the president's education policy, she chimed a note that echoed the Regents' long standing focus on performance and measurement. She said the Administration is committed to focus on what

works, summarizing this focus with one quip: “In God we trust – all others, bring data.”

Governor Paul Patton of Kentucky gave the keynote address at this NAB meeting. He noted the need to “fundamentally alter the future of Kentucky” – and that economic development and education were the essential elements in meeting that objective. Despite a \$500 million budget shortfall in that much smaller state, Governor Patton has exempted ALL of education from budget cuts – primary, secondary and higher education. The reason? As he said “The qualification of workers available is the key factor in attracting and retaining business.” Governor Patton has been a national champion for education. He’s embarked on a campaign entitled “Education Pays” and notes that “No individual should go into the workforce without some postsecondary education.” We are pleased to see that the leader of our neighboring state to the south has recognized the critical importance of higher education in his state’s economy and we hope Ohio’s leaders will see it the same.

These sentiments have been echoed by the presidents of four of Ohio’s public universities in an op-ed article published by the Cleveland Plain Dealer. The article was co-written by Presidents Luis Proenza of the University of Akron, Michael Schwartz of Cleveland State University, Carol Cartwright of Kent State University and David Sweet of Youngstown State University. The article notes that “Here in Northeast Ohio where manufacturing has been a foundation of the economy, we can maintain global competitiveness only through an educated workforce and a richly endowed research base.” Ohio University President Bob Glidden authored a similar op-ed piece for The Columbus Dispatch. Well crafted messages like these are needed to develop a broader understanding throughout Ohio of the critical role that higher education plays in the future economy of our state.

Here in Columbus, The Ohio Plan Study Committee has been active, with its subcommittees meeting during the past few weeks in preparation for tomorrow’s full committee meeting. Representative Jim Trakas of the Cleveland area chairs the subcommittee on Vision, on which I sit as well. Our committee has been working to prepare a draft vision statement which focuses on how the Ohio Plan is designed to harness the research strengths of Ohio’s public and independent colleges and universities and to bring higher education and industry together to generate and commercialize research. We suggest that the “essential principles” of The Ohio Plan must be that commercialization must drive new research, that all investments must be tightly focused, and that all initiatives must involve statewide collaboration. By stimulating economic growth in emerging economic sectors, The Ohio Plan will help Ohio meet and beat the long-term competitive economic pressures from other states. I am pleased that the members of The Ohio Plan Study Committee have all expressed their commitment to make The Ohio Plan a reality.

Finally, I would like to recognize some happy events on Ohio’s campuses. Congratulations to Wright State University, President Kim Goldenberg, the Wright State Board of Trustees, their Foundation and community leaders for launching the first comprehensive fund-raising campaign they entitle

“Tomorrow Takes Flight: The Campaign for Wright State University.” Wright State seeks to raise \$40 million for student scholarships, faculty development, facility improvements and program support. The campaign will run through the end of 2004.

I applaud the citizens of Cuyahoga and Lorain counties, who on election day passed levies at the polls for their community colleges. Voters approved a ten-year levy for Lorain County Community College to finance education programs and job training. An eight-year levy approved for Cuyahoga Community College will generate about \$45 million annually to develop a program more geared to economic development. Congratulations to Tri-C President Jerry Sue Thornton and to President Roy Church of Lorain County Community College and their colleagues for the important results that they continue to deliver that have earned the support of their county residents.

University of Akron officials recently reported that by the end of September that institution garnered over \$10.1 million of externally funded research and other sponsored programs supporting 142 projects. These funds represent a 25% increase in federally funded research programs over the same period last year.

I also want to congratulate today Kent State University President Carol Cartwright on her personally receiving two honors in recent weeks. President Cartwright was named a “Rainmaker” by Northern Ohio Live magazine, which honors women who “make things happen” for the Northeast Ohio region. She also was recognized with the 2001 Franklin D. Roosevelt Humanitarian Award for Excellence – the March of Dimes’ highest honor.

My final congratulations go to Dr. Michael Schwartz, who was named this week as new president of Cleveland State University after serving several months as its interim president. As you know, President Schwartz also served Kent State University as its President for many years. I have had the pleasure of getting to know Dr. Schwartz during his interim presidency and am pleased that we share similar views on the need and opportunity of Cleveland State University to embrace the urban university mission in serving the people of Cleveland.

## **OTHER BUSINESS**

Report from Regent Miller, Chair of the Nominating Committee for the election of Board of Regents officers for 2002:

The Nominating Committee would like to put into nomination the names of the following Regents as officers for 2002, effective January 1:

Jeanette Grasselli Brown, Chair  
Thomas W. Noe, Vice Chair  
Edmund J. Adams, Secretary

A motion was made by Regent Miller to approve the recommendations of the Nominating Committee. Regent Nickerson seconded the motion and it was unanimously passed.

**PRESENTATIONS**

- Craig Heselton, Site Director  
“Overview of ISP Fine Tech, Inc.”
- Margaret Reid, Manager  
Process Engineering Design  
“Women in Science:

**ADJOURNMENT**

There being no further business to come before the Board, the meeting was adjourned.

The next meeting of the Ohio Board of Regents will be held on Thursday, January 24, 2002, at COSI (Center of Science and Industry), Columbus, Ohio, 1:30 p.m.

\_\_\_\_\_  
Chair

\_\_\_\_\_  
Secretary

\_\_\_\_\_  
Date

\_\_\_\_\_  
Date