



**NC COMMUNITY
COLLEGES**
CREATING SUCCESS

State Board of Community Colleges

Caswell Building, 200 West Jones Street

Raleigh, North Carolina

July 19, 2019

9:00 a.m.

CALL TO ORDER

Following proper public notification, Chairman Scott Shook called the State Board of Community Colleges (SBCC) Meeting to order at 9:02 a.m. in the Dr. W. Dallas Herring State Board Room of the Caswell Building.

ROLL CALL

Mr. Bryan Jenkins called the roll and the following members were present:

Dr. Breeden Blackwell	Mr. Bill McBrayer	Mr. Clark Twiddy
Ms. Lisa Estep	Mr. Hari Nath	Mr. Steven Walker
Treasurer Dale Folwell	Dr. Samuel Powell	(designee for Lt. Governor)
Mr. William Holder	Mr. Scott Shook	Ms. Ann Whitford
Mr. Bobby Irwin	Mr. Bob Stephens	Mr. David Willis
Mr. Frank Johnson	Mr. Burr Sullivan	

* Attended by telephone

Absent: Mr. James Rose, Mr. Jerry Vaughan and Dr. Candler Willis

ETHICS AWARENESS AND IDENTIFICATION OF CONFLICTS OF INTEREST

Mr. Holder reminded members of the Board of the ethics requirements and requested members identify any conflicts or potential conflicts of interest. Having so requested, the Chairman Shook asked the record to reflect no conflicts.

ADMINISTRATION OF THE OATH OF OFFICE

Chairman Shook asked Senator Todd Johnson to administer the Oath of Office to Mr. Hari Nath.

ELECTION OF OFFICERS

Dr. Powell, chair of the Nominating Committee, reviewed the process and shared the for consideration: Dr. Blackwell for Chairman and Mr. McBrayer for Vice-Chairman. Dr. Powell asked if there were any nominations from the floor. None were presented.

Mr. Johnson made a motion to close nominations and elect Dr. Blackwell as Chairman. Mr. Sullivan seconded the motion and the motion was unanimously approved.

Mr. Irwin made a motion to close nominations and elect Mr. McBryer as Vice-Chairman. Mr. Sullivan seconded the motion and the motion was unanimously approved.

Mr. Jenkins presented former Chairman Shook with some commemorative gifts. Chairman Shook congratulated the new chair and vice-chair and stated if the Board is doing the best for the student, we are doing the best. Chairman Shook acknowledged members don't always have the same opinions and but we have always come through those decisions and are stronger for it. The time serving has been fun and rewarding. Our Board can stand against any other in the state of North Carolina.

Chairman Blackwell recognized Senator Todd Johnson and thanked him for attending the meeting.

Chairman Blackwell shared it is an honor to serve the Board and students. The Board must continue to focus on the students while having lively discussions and make the best decisions. Next week there will be an email asking members where they would like to serve so appointments can be made. Please feel free to call Chairman Blackwell if preferred. At the August meeting, Chairman Blackwell will present ideas he has for consideration. Please share if you are not comfortable with the ideas. There will be constant communication and more information to come at the August meeting.

Vice-Chair McBryer stated he has faith in the team and please reach out if there are any questions and comments.

Chairman Blackwell thanked Jim Rose for his service as Vice-Chair.

Wilkes Community College/Alleghany County Educational Foundation Partnership

Mr. Irwin introduced President Jeffery Cox to speak about the Alleghany County Educational Foundation. The Foundation was started in 1985 by seven (7) volunteers and \$500 seed money. Since 2002, \$252,686 in scholarships has been awarded and the portfolio is worth \$5,353,648. President Cox reviewed the different parameters of the scholarships and the impact on Wilkes Community College enrollment. President Cox introduced Ms. Susan Murphy and Ms. Karen Leys who work with the Foundation. Ms. Leys is the only staff member of the Foundation.

APPROVAL OF THE MINUTES

Mr. Holder made a motion to approve the May 17, 2019 minutes, Mr. Stephens seconded the motion, and the motion was unanimously approved by voice vote.

CHANGES TO THE AGENDA

Chairman Blackwell polled the committee chairs as to any changes to the agenda and the results were as follows:

BOARD GOVERNANCE COMMITTEE, Mr. Bob Stephens, Chair

Mr. Stephens stated there are no changes for State Board Governance.

PERSONNEL COMMITTEE, Mr. Bill McBrayer, Chair

Mr. McBrayer stated the Personnel Committee has two (2) items for closed session and consideration for approval.

FINANCE COMMITTEE, Ms. Lisa Estep, Chair

Ms. Estep stated that the Finance Committee would like to move the following from Future Action to Action:

- Initiate Rulemaking to Amend 1B SBCCC 200.3 - “Establishing Multi-Campus Centers” (Attachment FC 01)
- Initiate Rulemaking to Adopt 1B SBCCC 100.1 - Reserved for Future Codification – “Definitions” (Attachment FC 02)
- Initiate Rulemaking to Amend 1E SBCCC 700.4 - “College Access, Parking and Security (CAPS) Fee” (Attachment FC 03)

PROGRAMS COMMITTEE, Dr. Samuel Powell, Chair

Dr. Powell stated there are no changes for Programs Committee.

STRATEGIC PLANNING COMMITTEE, Mr. Clark Twiddy, Chair

Mr. Twiddy stated there are no changes for Strategic Planning Committee.

ACCOUNTABILITY AND AUDIT, Ms. Lisa Estep, Chair

Ms. Estep stated there are no changes for Accountability and Audit Committee.

POLICY COMMITTEE, Mr. Robert Stephens, Chair

Mr. Stephens stated that the Policy Committee would like to move the following from Future Action to Action:

- Refusal to Recommend License Renewal of Apex Healthcare Academy (Attachment POL 01)

APPROVAL OF THE AGENDA

Mr. Stephens made a motion to approve the agenda, Mr. Sullivan seconded the motion, and the motion was unanimously approved by voice vote.

APPROVAL OF THE CONSENT AGENDA

Chairman Blackwell asked for a motion to approve the Consent Agenda. Dr. Powell made a motion to approve, Mr. Johnson seconded the motion, and the motion was unanimously approved by voice vote.

Items approved on the Consent Agenda were as follows:

FINANCE COMMITTEE, Ms. Lisa Estep, Chair

- Allocation for the Lead College for Career and College - Ready Alignment Partnership (Attachment FC 10)
- Allocation for Golden Leaf Scholars Program – Two Year College (Attachment FC 11)
- Service Agreement for Community College Grant Program (Attachment FC 12)
- Service Agreement with Gartner, Inc. (Attachment FC 13)
- Construction and Property (Attachment FC 14)

PROGRAM SERVICES COMMITTEE, Dr. Samuel Powell, Chair

- Cooperative Innovative High School Waiver (Attachment PROG 01)
- Curriculum Program Applications – Fast Track for Action (FTFA) (Attachment PROG 02)
- Curriculum Program Application – Captive/Co-opted Groups (Attachment PROG 03)
- Courses of Instruction – Captive/Co-opted Groups (Attachment PROG 04)
- Combined Course Library – Continuing Education (Attachment PROG 05)

REPORTS:

Dr. David Shockley, President of North Carolina Association of Community College Presidents

Dr. Shockley provided an update from NCACCP.

- This month is Dr. Shockley's last presentation to the State Board as President of NCACCP.
- Legislature heard our priorities and took positive actions. The presidents are grateful for the State Board's support.
- Legislative Day changed a lot of how legislators see our System and showed our unity. It was a greatest victory.
- Looking forward to working with the Board in future endeavors.

Ms. Julie Woodson, President of North Carolina Association of Community College Trustees

Ms. Woodson provided an update from NCACCT:

- Ms. Woodson extended congratulations to the new Chair and Vice-Chair and pledged support. Thank you to Chairman Shook. Thank you to Dr. Shockley.
- The Trustees Association continues to work with System Office staff on priorities.
- NCACCT Leadership Seminar will be held August 21-23rd in Wilmington. Ms. Woodson reviewed the schedule and the scheduled speakers. If schedules allow, Board members are welcome to join the trustees at the seminar.

COMMITTEE REPORTS

STATE BOARD GOVERNANCE COMMITTEE, Mr. Bob Stephens, Chair

Review Public Comments 1A SBCCC 200.6 – “Delegation of Contractual Authority” (Attachment SBG 01)

Mr. Stephens reviewed the comment and recommendation.

On behalf of the State Board Governance Committee, Mr. Stephens recommended and moved the following item be approved by the board.

Review Public Comments 1A SBCCC 200.6 – “Delegation of Contractual Authority”
(Attachment SBG 01)

The above item was approved by voice vote.

Review Public Comments 1H SBCCC 200.1 – “Allocation of Funds” (Attachment SBG 02)

Mr. Stephens reviewed the comment and recommendation.

On behalf of the State Board Governance Committee, Mr. Stephens recommended and moved the following item be approved by the board.

Review Public Comments 1H SBCCC 200.1 – “Allocation of Funds” (Attachment SBG 02)

The above item was approved by voice vote.

Amendment of 1H SBCCC 400.4 – “Capital Projects and Obtaining Capital Funds” (Attachment SBG 03)

Mr. Stephens reviewed the comment and recommendation.

On behalf of the State Board Governance Committee, Mr. Stephens recommended and moved the following item be approved by the board.

Amendment of 1H SBCCC 400.4 – “Capital Projects and Obtaining Capital Funds”
(Attachment SBG 03)

The above item was approved by voice vote.

PERSONNEL COMMITTEE, Mr. Bill McBrayer, Chair

Mr. McBrayer moved to enter closed session pursuant to North Carolina General Statute section 143-318.11(a)(1) to prevent the disclosure of information that is confidential or privileged pursuant to North Carolina General Statute sections 115D-27 and pursuant to North Carolina General Statute section 143-318.11(a)(6) to consider the qualifications, competence, performance, and fitness of individual prospective public employees and pursuant to North Carolina General Statute section 143-318.11(a)(1) to prevent the disclosure of information that is confidential or privileged. Mr. Walker seconded, and the Board entered closed session via voice vote.

The Board discussed the matters referenced above.

Dr. Powell made a motion to go into open session, seconded by Mr. Twiddy, approved via voice vote.

On behalf of the Personnel Committee, Mr. McBrayer recommended and moved the following item be approved by the board:

Dr. Kenneth Boham to serve as Interim President of Martin Community College

The motion was unanimously approved by voice vote and Mr. Holder abstained from voting.

On behalf of the Personnel Committee, Mr. McBrayer recommended and moved the following item be approved by the board:

Ms. Chreatha Alston to be promoted to Director of Internal Engagement and Foundation effective August 1, 2019

The motion was unanimously approved by voice vote.

Mr. McBrayer made a motion for the Board to empower the Personnel Committee to meet prior to the next meeting to discuss the Interim President at Guilford Technical Community College, seconded by Mr. Willis.

The motion was unanimously approved by voice vote.

FINANCE COMMITTEE, Mr. Lynn Raye, Chair

Initiate Rulemaking to Amend 1B SBCCC 200.3 - "Establishing Multi-Campus Centers"

(Attachment FC 01)

Ms. Grovenstein stated this is a technical clarification to the SBCC code due to Multi Campus.

On behalf of the Finance Committee, Ms. Estep recommended and moved the following item be approved by the board.

Initiate Rulemaking to Amend 1B SBCCC 200.3 - "Establishing Multi-Campus Centers"
(Attachment FC 01)

The above item was approved by voice vote.

Initiate Rulemaking to Adopt 1B SBCCC 100.1 - Reserved for Future Codification – “Definitions”
(Attachment FC 02)

Ms. Grovenstein reviewed how this piece changed due to changes to prior item

On behalf of the Finance Committee, Ms. Estep recommended and moved the following item be approved by the board.

Initiate Rulemaking to Adopt 1B SBCCC 100.1 - Reserved for Future Codification – “Definitions”
(Attachment FC 02)

The above item was approved by voice vote.

Initiate Rulemaking to Amend 1E SBCCC 700.4 - “College Access, Parking and Security (CAPS) Fee”
(Attachment FC 03)

Ms. Grovenstein stated this item was a recommendation from the NC Association of Community College Presidents and James Sprunt Community College as an option to provide student transportation as part of the fee information. Mr. Harris made recommendations to reorganize language for ease of understanding.

Mr. Shook asked about the cap on fees colleges can charge for parking. Ms. Grovenstein stated the fees vary on each campus and there is not an established mandated cap. Mr. Walker stated he would be concerned projects could be moved into parking fees to avoid a fee cap. Increases which provide the funding could cause future barriers. Mr. Shook recommended looking at establishing a cap.

Ms. Grovenstein reviewed the existing fee caps per the SBCC Code.

Mr. Johnson stated the colleges know what is best for based on their campus.

On behalf of the Finance Committee, Ms. Estep recommended and moved the following item be approved by the board.

Initiate Rulemaking to Amend 1E SBCCC 700.4 - “College Access, Parking and Security (CAPS) Fee” (Attachment FC 03)

The above item was approved by voice vote.

State Board Reserve Funding for the Student Success Center (Attachment FC 04)

Ms. Grovenstein reviewed the purpose of the State Board Reserve Funding. This program has been funded in the past and the cost has averaged \$250,000 covering about 30 events. The \$50,000 would be a portion alongside other grants and funding. The financial support shows the grantors the State Board is supportive of these programs. Discussed the fact that although called the Student Success Center, it supports programs to provide professional development for faculty.

On behalf of the Finance Committee, Ms. Estep recommended and moved the following item be approved by the board.

State Board Reserve Funding for the Student Success Center (Attachment FC 04)

The above item was approved by voice vote.

State Board Reserve Funding a Study of Programs for Students with Intellectual and Developmental Disabilities (Attachment FC 05)

Ms. Grovenstein shared this request is for up to \$25,000 for a study about serving disabled students. The goal is to make sure colleges are accessible and practicing best practices. Ms. Estep thanked President Hans for being part of the discussion in the committee meeting

On behalf of the Finance Committee, Ms. Estep recommended and moved the following item be approved by the board.

State Board Reserve Funding a Study of Programs for Students with Intellectual and Developmental Disabilities (Attachment FC 05)

The above item was approved by voice vote.

Formula Change for Management Flexibility Reduction (Attachment FC 06)

Ms. Grovenstein stated this formula change based on a recommendation from NCACCP. Over the last ten (10) years, the System has had management flexibility reduction in the budget. This change would absorb the cost into the formula with four formulas pro-rating reduction in the new budget once there is a budget to allocate. This change would occur based on being fully funded.

On behalf of the Finance Committee, Ms. Estep recommended and moved the following item be approved by the board.

Formula Change for Management Flexibility Reduction (Attachment FC 06)

The above item was approved by voice vote.

Allocation of Title II Adult Education and Family Literacy Act (AEFLA) Section 231 (Attachment FC 07)

Ms. Grovenstein shared the background of WIOA and the various requirements. The allocation will fund sixty-three eligible providers to provide programs in accordance with WIOA.

On behalf of the Finance Committee, Ms. Estep recommended and moved the following item be approved by the board.

Allocation of Title II Adult Education and Family Literacy Act (AEFLA) Section 231
(Attachment FC 07)

The above item was approved by voice vote.

Proposed Title II Adult Education and Family Literacy Act (AEFLA) Section 225 Formula
(Attachment FC 08)

Ms. Grovenstein stated this will approve a new formula to allocate funds through an RFP process. The proposed formula supersedes any previous formulas.

On behalf of the Finance Committee, Ms. Estep recommended and moved the following item be approved by the board.

Proposed Title II Adult Education and Family Literacy Act (AEFLA) Section 225 Formula
(Attachment FC 08)

The above item was approved by voice vote.

Proposed Title II Adult Education and Family Literacy Act (AEFLA) Section 243 Formula
(Attachment FC 09)

Ms. Grovenstein stated that this will approve a new formula to allocate funds through an RFP process. The proposed formula supersedes any previous formulas.

On behalf of the Finance Committee, Ms. Estep recommended and moved the following item be approved by the board.

Proposed Title II Adult Education and Family Literacy Act (AEFLA) Section 243 Formula
(Attachment FC 09)

The above item was approved by voice vote.

President Shockley asked for a moment of the Board's time to introduce two students he is mentoring through NC State Doctoral program, Mr. David Wilson and Mr. Keegan Anderson. Ms. Estep asked the students their ultimate goals. Mr. Anderson said that he would love to aim to become a Community College president. Mr. Wilson said he is a product of community college; he would love to be in a position where he can impact policy and help the most students possible.

PROGRAMS COMMITTEE, Dr. Samuel Powell, Chair

Dr. Powell stated that all the Programs items were on consent this month.

STRATEGIC PLANNING COMMITTEE, Mr. Jerry Vaughan, Chair

State Performance Measures Report (PLAN 01)

Mr. Twiddy shared information about performance measures. Mr. Schneider spoke about the tools and how the data is processed.

On behalf of the Strategic Planning Committee, Mr. Twiddy recommended and moved the following item be approved by the board.

State Performance Measures Report (PLAN 01)

The above item was approved by voice vote.

Mr. Shook spoke about the new Task Force which will be looking at how to address demographic challenges and how the System should address identified issues. The group is comprised of people from the State Board, NCACCT, and NCACCP with System Office administrative support. The study should take about a year and he will report from the group periodically.

POLICY COMMITTEE, Mr. Bob Stephens, Chairman

Refusal to Recommend License Renewal of Apex Healthcare Academy (Attachment POL 01)

Mr. Stephens shared the details of the recommended refusal. There were no questions.

On behalf of the Policy Committee, Mr. Stephens recommended and moved the following item be approved by the board.

Refusal to Recommend License Renewal of Apex Healthcare Academy (Attachment POL 01)

The above item was approved by voice vote.

Proposed Amendment to 1D SBCCC 400.2 – “Admission to Colleges” (Attachment POL 04)

Mr. Stephens reviewed the recommended code change. There were no questions.

On behalf of the Policy Committee, Mr. Stephens recommended and moved the following item be approved by the board.

Proposed Amendment to 1D SBCCC 400.2 – “Admission to Colleges” (Attachment POL 04)

The above item was approved by voice vote.

Proposed Amendment to 1G SBCCC 200.1 – “General Provisions” (Attachment POL 05)

Mr. Stephens reviewed the recommended code change. There were no questions.

On behalf of the Policy Committee, Mr. Stephens recommended and moved the following item be approved by the board.

Proposed Amendment to 1G SBCCC 200.1 – “General Provisions” (Attachment POL 05)

The above item was approved by voice vote.

LEGISLATIVE COMMITTEE and PRESIDENTS REPORT, Dr. Breeden Blackwell, Chairman

Good news – The Bill and Melinda Gates Foundation \$1.2M grant to support the best practices such as RISE, Students Supports, and professional development. Recognized and thanked Ms. Linda Suggs.

Marketing Campaign – shared mockups of billboards and the background of the ideas. Mr. Holder said he loves the ideas of the visuals, but there needs to be examples of how they can help such as lineman for \$70k. President Hans said that the virtual marketing will include more detail and enable students to see themselves in those careers.

Legislative Session – President Hans shared the Legislative Agenda and the successes. Chairman Shook asked about % increases. Currently, would be a 5% increase in the first year of budget and 8% increase in the second year of the budget.

Ms. Shuping said the RDS fix bill is sitting on the Governor’s desk waiting for approval. This would make high school graduation from a NC high school to determine if they are in state. Reports bill on Governor’s desk for signature.

Other legislation –

Championed by Senator McInnis would allow 9th and 10th Academically gifted students to enroll in College Transfer Pathways. Would also allow 9th and 10th graders to enroll in CTE pathways. Was in conference and is awaiting Senate to vote.

HB 922 will expand the coverage required for hazard insurance and require flood insurance for colleges and public schools in the 100-year flood plain. Is awaiting Governor approval.

Mr. Shook asked if there was an increase from the UNC System. Ms. Grovenstein said 2.7 and 4.9 for UNC. 2.8 and 5.5 in the second for K-12.

Chairman Blackwell said President Hans hit the ground running and has done wonderful at raising the money to help the effort to help our students.

Chairman Blackwell introduced Jon Harris, the new General Counsel and welcomed him to the family. Introduced Jane Stancill the new Director of Communications and introduced Dr. Kimberly Gold, new Senior Vice President - Chief Academic Officer.

BOARD MEMBER QUESTIONS / COMMENTS

Treasurer Folwell shared information that has an impact on the Community Colleges. He spoke to the \$50b of unfunded pension, the healthcare liability, and other major debts of the State of North Carolina due to economic impacts and issues with health costs.

DATE OF NEXT MEETING

The next State Board meeting is scheduled for Thursday, August 15, 2019 through Friday, August 16, 2019 in the W. Dallas Herring State Board Room located in the Caswell Building in Raleigh, NC. More information regarding this meeting will be communicated.

EXPIRING TERMS AND VACANCIES

There are currently no terms expiring and four vacancies for the membership of the State Board.

ADJOURNMENT

Chairman Blackwell motioned to adjourn, seconded by Mr. Stephens, unanimously approved by voice vote at 11:49 a.m.

RESPECTFULLY SUBMITTED BY:
Secretary

APPROVED BY:

Peter Hans, System President

Mr. Scott Shook, Chair