



State Board of Community Colleges

Caswell Building, 200 West Jones Street
Raleigh, North Carolina
September 18, 2015
9:00 a.m.

CALL TO ORDER

Following proper public notification, Chair Scott Shook called the State Board of Community Colleges (SBCC) Meeting to order at 9:00 a.m. in the Dr. W. Dallas Herring State Board Room of the Caswell Building. The Chair welcomed those in attendance. Mr. Bryan Jenkins called the roll and the following members were present:

Ms. Priya Balakrishnan
Dr. Breeden Blackwell
Ms. Lisa Estep
Representative Jimmie Ford
Mr. Wesley Fricks
Mr. Bobby Irwin
Mr. Schorr Johnson (Rep. for
Treasurer Janet Cowell)
Mr. Todd Johnson
Ms. Janet Lowder
Mr. Bill McBrayer

Mr. Ernie Pearson
Dr. Samuel Powell
Mr. Lynn Raye
Mr. James Rose
Dr. Darrell Saunders
Mr. Scott Shook
Mr. Clark Twiddy
Mr. Jerry Vaughan
Mr. Hal Weatherman (Rep. for
Lt. Governor Dan Forest)*
Dr. Candler Willis

*Attended by telephone
Absent: Mr. Clyde Higgs

ETHICS AWARENESS AND IDENTIFICATION OF CONFLICTS OF INTEREST

Representative Ford reminded members of the Board of the ethical requirements for those who are public servants and requested that members identify any conflicts or potential conflicts of interest that they may have with respect to any item on the agenda. Having so requested, the Chair asked that the record reflect no conflicts.

ADMINISTRATION OF THE OATH OF OFFICE

The oath of office was administered to Mr. Jim Rose by Justice Paul Newby, Associate Justice NC Supreme Court.

APPROVAL OF THE MINUTES

Representative Ford made a motion to approve the minutes of the August 21, 2015 meeting of the State Board of Community Colleges. Mr. Irwin seconded the motion and the minutes were unanimously approved.

CHANGES TO AGENDA

The Chair polled the committee chairs as to any changes to the agenda and the results were as follows:

CALENDAR COMMITTEE, Mr. Bobby Irwin, Chair

Mr. Irwin stated Calendar Committee has one item for approval.

STRATEGIC PLANNING COMMITTEE, Dr. Darrell Saunders, Chair

Dr. Saunders stated Strategic Planning Committee have no changes.

PROGRAM SERVICES COMMITTEE, Dr. Samuel Powell, Chair

Dr. Powell stated Program Services Committee have no changes.

FINANCE COMMITTEE, Mr. Raye, Vice-Chair

Mr. Raye stated Finance Committee would like to move the following from Future Action to Action:

Mitchell Community College Request for Mooresville Multi-Campus Center Approval
(Attachment FC 3)

Wake Technical Community College Request for RTP Multi-Campus Center Approval
(Attachment FC 4)

POLICY COMMITTEE, Mr. Lynn Raye, Chair

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

SBPS Initial Recommendation to the SBCC re: Miller-Motte, Wilmington Investigation
(Attachment POL 3)

LEGISLATIVE AFFAIRS COMMITTEE, Mr. Wesley Fricks, Chair

Mr. Fricks stated Legislative Affairs Committee has a new item to introduce for action.

APPROVAL OF THE AGENDA

Mr. Raye made a motion to approve the agenda, Ms. Estep seconded the motion, and the motion was unanimously approved by voice vote.

APPROVAL OF THE CONSENT AGENDA

Representative Ford made a motion to approve the consent agenda as recommended, Ms. Lowder seconded the motion, and the motion was unanimously approved by voice vote.

Items approved on the Consent Agenda were as follows:

PROGRAMS COMMITTEE, Dr. Sam Powell, Chair

Associate in Engineering (A10500) Program Applications (Attachment PROG 6)

Central Carolina Community College

Nash Community College

New and Archived Curriculum Standards (Attachment PROG 7)

Information Technology Alignment Project (ITAP) for 2014-2015

Curriculum Program Applications (Fast Track for Action) (Attachment PROG 8)

Central Carolina Community College
Health Information Technology (A45360)

McDowell Technical Community College
Emergency Management (A55460)

Roanoke-Chowan Community College
Emergency Medical Science (A45340)

Combined Course Library – Continuing Education (Attachment PROG 9)
New Course Approvals, Modification, and Tier Designations

FINANCE COMMITTEE, Mr. Clyde Higgs, Chair

Allocations for Customized Training – Local Capacity Building (Attachment FC 8)

Allocations for NCWorks Customized Training - Regional Trainers (Attachment FC 9)

Allocation for Virtual Learning Community Course Development (Attachment FC 10)

BioNetwork Allocation Request for Host Colleges (Attachment FC 11)

North Carolina Space Grant Allocation (Attachment FC 12)

Construction and Property (Attachment FC 13)

REPORTS:

Dr. Robert Shackleford, President of North Carolina Association of Community College Presidents

The presidents are very appreciative to the work put into the budget and a lot of battles were won coming down the home stretch. President Fouts, Ms. Haygood, Ms. Shuping, and Chairman Shook, as well as many trustees and presidents put a lot of work into advocating fervently for a stronger budget for community colleges.

The Executive Committee retreat was held August 27, 2015. Two issues the association is concentrating on this year are, continued work on the bond proposal and the disproportionate funding between the Universities and Community Colleges.

Dr. Donny Hunter, Chair, of North Carolina Association of Community College Trustees

Dr. Hunter reviewed the activities at the NCACCT Leadership Seminar in Wilmington on September 9-11, 2015. Wayne Community College shared information they learned from the tragedy on their campus and recommendations. The ending message was that you can never be fully prepared.

Dr. Hunter discussed the Trustees' desire to have a Joint Legislative Planning Committee as well as resurrect the Community College Cabinet to help with communication. Chairman Shook assured Dr. Hunter that the SBCC Legislative Affairs Committee would be willing to participate.

N4CSGA, Ms. Priya Balakrishnan, President

Ms. Balakrishnan reported that ten of the twelve executive board positions have been filled.

The theme for this year is “The Best is Yet to Come”. The association hopes to encourage all community college students to never give up.

Fall conference will be held October 30 – November 1 in Hickory, NC. She invited any board members who would like to attend to join them. She reviewed the topics of some of the workshops.

COMMITTEE REPORTS

CALENDAR COMMITTEE, Mr. Bobby Irwin, Chair

Mr. Irwin introduced the following item for action

On behalf of the Calendar Committee, Mr. Irwin recommended and moved that the following item be approved by the board:

2016 State Board of Community Colleges Meeting Calendar (Attachment CAL 1)

The motion was approved by voice vote.

PRESIDENTIAL SEARCH COMMITTEE, Mr. Clyde Higgs, Chair

Chairman Shook reported that the committee did not meet. Will meet telephonically prior to next meeting.

STRATEGIC PLANNING COMMITTEE, Dr. Darrell Saunders, Chair

Dr. Saunders said there were no items to discuss.

PROGRAMS COMMITTEE, Dr. Sam Powell, Chair

Dr. Powell said there were no items discussed in committee that were not on the consent agenda.

FINANCE COMMITTEE, Mr. Lynn Raye, Vice-Chair

Mr. Raye introduced the following items for action.

On behalf of the Finance Committee, Mr. Raye recommended and moved that the following item be approved by the board:

Mitchell Community College Request for Mooresville Multi-Campus Center Approval
(Attachment FC 3)

The motion was approved by voice vote.

Mr. Raye let the board know that FC 2 outlines the process for Multi-Campus approval. President Tim Brewer of Mitchell Community College attended the committee to review the plans for the additional campus.

On behalf of the Finance Committee, Mr. Raye recommended and moved that the following item be approved by the board:

Wake Technical Community College Request for RTP Multi-Campus Center Approval
(Attachment FC 4)

The motion was approved by voice vote.

Mr. Raye said that President Stephen Scott of Wake Technical Community College attended the committee meeting to review the plans for the new RTP campus. The center is scheduled to open August 2017.

APPROVED MINUTES: September 18, 2015

On behalf of the Finance Committee, Mr. Raye recommended and moved that the following item be approved by the board:

FY 2015-16 Baseline State Aid Allocations and Budget Policies (Attachment FC 5)

The motion was approved by voice vote.

Ms. Haygood said this budget agenda item should be obsolete by the end of the day. She shared the current budget tracking sheet with the board members. The house gave the final vote last night. It is on the governor's desk and he indicates that he will sign by the end of day.

**NORTH CAROLINA COMMUNITY COLLEGE SYSTEM
BUDGET TRACKING SHEET: FY 2015-16**

	Budget Priorities	House		Senate		Conference	
	2015-16	FY 2015-16	FY 2016-17	FY 2015-16	FY 2016-17	FY 2015-16	FY 2016-17
2015-16 Base Budget	1,048,495,115	1,048,495,115	1,048,495,115	1,048,495,115	1,048,495,115	1,048,495,115	1,048,495,115
Enrollment Adjustment	(3,019,197)	(6,466,443)	(6,466,443)	(6,466,443)	(6,466,443)	(6,466,443)	(6,466,443)
		adjusted per Spring census FTE		adjusted per Spring census FTE		adjusted per Spring census FTE	
Employee Compensation		FY 2015-16	FY 2016-17	FY 2015-16	FY 2016-17	FY 2015-16	FY 2016-17
Adjustment for Salary Increase	30,000,000	23,205,514	23,205,514	21,374,722	21,374,722	10,000,000	20,000,000
		faculty and staff		instructional personnel only		faculty and staff	
CC Employee Bonus (\$750 per FT emp)						14,935,807	NR
SO Employee Bonus (\$750 per FT emp)						135,234	NR
Retirement Contribution Increase		4,344,836	3,305,854	-	-	1,038,982	1,038,982
Rehired retirees retain health ins. options		1,862,843	1,862,843	-	-	1,715,291	1,715,291
Workers' Compensation Adj Reserve				37,366	37,366	-	-
Employee Compensation Subtotal	30,000,000 3%	29,413,193 3%	28,374,211 3%	21,412,088 2%	21,412,088 2%	27,825,314 3%	22,754,273 2%
Other Expansion Items		FY 2015-16	FY 2016-17	FY 2015-16	FY 2016-17	FY 2015-16	FY 2016-17
Summer Enrollment Funding	UGETC Eff. Summer 2016	-	16,968,959	-	2,944,296	-	16,968,959
NC Works Career Coaches	3,500,000			500,000	1,000,000	500,000	1,000,000
Equipment	10,000,000 NR	15,000,000 NR		4,444,296 NR		7,500,000 NR	
CIS Modernization Equipment & Technology	5,000,000	2,189,331	4,689,331				
Enrollment Reserve for NC GAP			3,725,448 NR				
Restore Management Flex			7,114,130				
Retain Program Audit Function		551,752	551,752	551,752	551,752	551,752	551,752
In-State Tuition for Military Veterans		2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
Innovative Pilot Program		1,445,000 NR	1,785,000 NR				
Botanical Lab - FTCC		100,000 NR	100,000 NR	100,000 NR	100,000 NR	100,000 NR	100,000 NR
Remediation Pilot Program - SPCC		150,000	150,000				
Truck Driver Training Program - CCC		150,000	150,000	150,000	150,000	150,000	150,000
Youth Career Connect Program - SPCC		140,000 NR					
Expansion Subtotal	18,500,000 2%	21,726,083 2%	37,234,620 4%	7,746,048 1%	6,746,048 1%	10,801,752 1%	20,770,711 2%
Reductions		FY 2015-16	FY 2016-17	FY 2015-16	FY 2016-17	FY 2015-16	FY 2016-17
Replace Appropriations with Increased Receipts							
Curriculum Tuition Increase		-	(\$16,138,793)	(16,138,793)	(16,138,793)	(8,069,397)	(16,138,793)
Resident tuition increase per credit hour			\$4/credit hour to \$76	\$4/credit hour to \$76	\$4/credit hour to \$76	\$4/credit hour to \$76	\$4/credit hour to \$76
Non-resident tuition increase per credit hour			\$4/credit hour to \$268	\$4/credit hour to \$268	\$4/credit hour to \$268	\$4/credit hour to \$268	\$4/credit hour to \$268
Receipts Increase Subtotal	- 0%	\$0 0%	(\$16,138,793) -2%	(\$16,138,793) -2%	(\$16,138,793) -2%	(8,069,397) -1%	(16,138,793) -2%
Reductions to Spending Authority							
Procurement Efficiencies		(3,722,467)	(3,722,467)	(2,519,343)	(2,519,343)	(2,519,343)	(2,519,343)
Elimination of Yellow Ribbon Program - R		(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)
Elimination of Yellow Ribbon Program - NR		(1,000,000) NR					
Spending Reductions Subtotal	- 0%	(5,722,467) -1%	(4,722,467) 0%	(3,519,343) 0%	(3,519,343) 0%	(3,519,343) 0%	(3,519,343) 0%
Recommended FY 2015-16 General Fund Appropriations	\$ 1,093,975,918 4%	\$ 1,087,445,481 4%	\$ 1,086,776,243 4%	\$ 1,051,528,672 0%	\$ 1,050,528,672 0%	\$ 1,069,066,998 2%	\$ 1,065,895,520 2%

Highlights:

- Faculty and Staff salaries – final budget appropriates an additional \$10 million in FY15-16 and \$20 million in FY16-17. This is also in addition to the bonuses and gives flexibility for retention.
- There will be additional policies about how the funds can be used, in line with the arguments used to gain this funding that will be presented in October.
- Year around funding has been approved after much work to justify.

Ms. Haygood reviewed the Key Conference Budget Provisions on the handout.

The final budget should be ready for approval by the board in October. The System Office will be sharing the baseline budget with the colleges for them to work with.

APPROVED MINUTES: September 18, 2015

On behalf of the Finance Committee, Mr. Raye recommended and moved that the following item be approved by the board:

Specialized Training Course List for Waivers Authorized Under G.S. 115D-5(b)(2)
(Attachment FC 6)

The motion was approved by voice vote.

On behalf of the Finance Committee, Mr. Raye recommended and moved that the following item be approved by the board:

Contract Amendment with Ellucian for Financial Aid Self Service (Attachment FC 7)

The motion was approved by voice vote.

Dr. Williams gave an overview of what this contract amendment and impact to colleges and students.

POLICY COMMITTEE, Mr. Lynn Raye, Chair

Mr. Raye presented the following items for approval. These items have already been approved by the Proprietary Schools governing board.

Mr. Scott Corl reviewed the recommendation from the State Board of Proprietary Schools based on the information collected and the guidelines in place.

On behalf of the Policy Committee, Mr. Raye recommended and moved that the following items be approved by the board:

SBPS Initial Recommendation to the SBCC re: Miller-Motte, Wilmington Investigation (Attachment POL 3)

The above item was unanimously approved by voice vote.

LEGISLATIVE AFFAIRS COMMITTEE, Mr. Wesley Fricks, Chair

Mr. Fricks thanked for all the good work. Need to invigorate our outreach and would like to thank the legislators.

Propose drafting a resolution which will be presented at the October planning meeting to the Legislature.

PRESIDENT'S REPORT TO THE STATE BOARD OF COMMUNITY COLLEGES

Interim President Fouts recognized Samantha Spell as MVP for the month of September 2015.

The presidents' report can be reviewed at the website

http://www.nccommunitycolleges.edu/sites/default/files/presidents-reports/august_2015_presidents_report_final.pdf

NEW BUSINESS

Mr. Higgs has a professional opportunity to move to Atlanta. Since it is outside the state of NC, he will resign his position. He will be at the next meeting and be effective 10/30/2015. Re-open nominations for VP and have a ballot vote.

BOARD MEMBERS QUESTIONS/COMMENTS

DATE OF NEXT MEETING

The Planning Meeting and next State Board Meeting will be held on Wednesday, October 28, 2015 through Friday, October 30, 2015 at the Koury Center and at Guilford Technical Community College in Greensboro, North Carolina. More information regarding this meeting will be communicated.

EXPIRING TERMS AND VACANCIES

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

ADJOURNMENT

There being no further business to come before the Board, Chair Shook declared the meeting adjourned Representative Ford made the motion, seconded by Mr. Pearson at 11:29 a.m. unanimously approved by voice vote.

RESPECTFULLY SUBMITTED BY:

Secretary

APPROVED BY:

Mr. George Fouts, Interim System President

Mr. Scott Shook, Chair