

**UNIVERSITY OF SCIENCE AND ARTS OF OKLAHOMA
BOARD OF REGENTS
MINUTES
June 9, 2021**

The Board of Regents for the University of Science and Arts of Oklahoma met Wednesday, June 9, 2021, via video conference. Before the meeting was called to order, President John Feaver stated that advance public notice of this meeting was properly filed and displayed in compliance with the Open Meeting Act. Vice Chair David McLaughlin led the group in the Pledge of Allegiance and then called the meeting to order at 1:34pm and asked for roll call. Members remotely present via video conference: David Ferrell, Diane Ming, Chris Mosley, and Cale Walker. Members physically present on campus: David McLaughlin. Members absent: Tom Cordell and Kelly Wilkerson. President John Feaver and Vanessa McNabb, Executive Assistant to the President and Secretary to the Science & Arts Board of Regents were also physically present on campus. Others remotely present via video conference: Vice President Donna Miles, Vice President Mick Coponiti, Vice President Sid Hudson, Vice President Monica Trevino, Vice President JP Audas, Director of Communications and Marketing Amy Goddard, and Faculty Association Chair Jason Shaw.

Introductions: None.

Presentations: None

Approval of the Minutes of the April 14, 2021: On a motion from Regent Walker, seconded by Regent Ming, the amended minutes were approved unanimously.

Communications: None.

Unfinished Business: None.

New Business:

1. Personnel –

a. Appointments

Alexis Coleman, effective August 23, 2021, Full-time, Creative Writing Instructor, salary \$40,000.00

b. Change in Status

Donna Miles, effective July 1, 2020, Vice President Academic Affairs, salary \$110,000.00

Sarah Layman, effective July 1, 2020, Chair of Education, salary \$74,000.00

Katherine Sanders, effective May 1, 2021, FT Finance Clerk, salary \$26,000.00

Chisum Lane, effective May 1, 2021, FT Recruitment & Admissions Specialist, salary \$30,000.00

Marissa Amos, effective May 1, 2021, Success & Retention coach .5 FTE & Human Resource Specialist .5 FTE, salary \$40,000.00

Monica Trevino, effective May 1, 2021, VP Student Success & Human Resources/Title IX Coordinator, salary \$89,640.00

Jean-Paul Audas, effective May 1, 2021, Vice President Development, salary \$67,500.00

Sid Hudson, effective May 1, 2021, Vice President University Advancement & Information Technology; Executive Director of Science & Arts Foundation, salary \$86,470.00

Kelli Monroe, effective May 10, 2021, Associate Director of Student Services, salary \$45,000.

c. Resignations

Justina Prairie Chief, effective May 21, 2021

Annabelle Grey, effective May 28, 2021

Misti McClellan, effective June 4, 2021

d. Recommendation of Fall Adjuncts

Susan Adams-Johnson	Voice
Freddy Baeza	Art
Kaleb Benda	Music
Hunter Bishop	Physical Education
Ron Blankinship	Music
Jan Bohn	Education
Luke Burns	Physical Education
Patricia Carr	Mathematics
Davon Carrington	Music
Jamie Caves	Management
Matthew Caves	Business Administration
Scott Charleson	Education
David Duncan	Communication
Judy Duprez	Education
Debbie Earley	Speech Language Pathology
Rhenada Finch	Music
Pamela Foster	Psychology
Chris Francis	Physical Education
Emily Godwin	Physical Education/Theatre Arts
Clayton Hampton	Business
Jimmy Hampton	Physical Education
Tyle Hankins	Physical Education
Julie Harris	Education
Jennifer Hayden	Physical Education
Kari Henricks	Education
Rachel Jackson	American Indian Studies
Lisa Johnson	Physical Education
Ryan Kiesel	Political Science
Darrick Matthews	Physical Education
Robert Miles	Business
Kelli Monroe	IDS
Amanda Mullins	Sociology

Andy Myers	Art
Bruce Renfroe	Physical Education
Mary Reynolds	Mathematics
Emily Rixstine	Music
Anna Roach	Music
Bill Robinson	Psychology
Annette Shaw	Physical Education
Bret Smithey	Music
Darren Stevenson	Theatre
Jonathan Thomason	Physical Education
Francisco Venegas	Music
James Wagner	Theatre
Jadyn Wallis	Physical Education
Christine Wans	Music
Brian Worthington	Physical Education

On a motion from Regent Ming, and seconded by Regent Walker, the Board voted unanimously to approve the personnel actions.

2. Monthly Financial Statements – Vice President for Business and Finance Mick Coponiti covered the monthly and quarterly financials with the group.

No action was necessary.

3. Request to Consider No Tuition and Fee increase for FY2021-2022 - President Feaver recommended no increase in tuition and fees for FY2021-2022, stating no increase would allow Science & Arts to remain as competitive as we can moving forward. No increase will also benefit admissions and recruiting.

On a motion from Regent Walker, seconded by Regent Ferrell, the Board voted unanimously to no increase in tuition and fees for the upcoming academic year.

4. Request to Consider Setting Guaranteed Tuition Rate for FY2021-2022 – Vice President for Business and Finance Mick Coponiti gave an overview of the Guaranteed Tuition Rate. By law, the guaranteed rate cannot exceed 115 percent of the non-guaranteed undergraduate tuition rate charged to resident students enrolling for the first time for the same academic year. Beginning in the fall 2021 trimester, the resident tuition rate for FY2021-2022 will be \$213.00 per credit hour. A guaranteed rate at 115 percent would translate into a guaranteed Oklahoma resident tuition rate of \$244.00 per credit hour through the 2024-2025 academic year.

The President recommends that the guaranteed Science & Arts rate for Oklahoma resident tuition remain at \$244.00 per credit hour for fall 2021.

On a motion from Regent Walker, and seconded by Regent Ming, the Board voted unanimously to approve the Guaranteed Tuition Rate for FY2021-2022.

5. Request to Approve Proposed FY2020-2021 Budget – The Education and General Budget consists of state appropriations and locally generated revolving funds. Appropriations from the Oklahoma Legislature to the higher education system are allocated to individual institutions by the Oklahoma State Regents for Higher Education.

As it affects this institution, the state allocation to Science & Arts was increased by 6.8% or \$377,609.00.

The attached pages contain information concerning legislative appropriations to higher education and State Regents' allocations to Science & Arts. These materials are drawn from packets that were distributed to state institutions following the State Regents' May 28th meeting in which they authorized the FY21-22 budget for the state system and allocations to specific institutions.

Schedules A, B, and C of Science & Arts' E&G FY21-22 Budget were presented. These schedules show a total proposed expenditure of \$16,460,193.00. The total amount is inflated by reporting \$1,028,250 for authorized fee waivers. That amount is included as income and expenditures, but it represents only a waiver of tuition and not funds available for expenditure. Also included is an allocation of \$18,156 to Jane Brooks School for the Deaf for which Science & Arts acts as the pass-through agency for the State of Oklahoma and \$3,346,800 in Federal CARES Act funds to be used to offset the impact of COVID-19 which includes emergency grants to students.

Oklahoma State Regents for Higher Education
655 Research Parkway, Suite 200
Oklahoma City, OK 73104

EDUCATIONAL AND GENERAL BUDGET - FY2021-2022
PART I - PRIMARY BUDGET

Schedule A

Summary of Educational and General Expenditures by Function

Agency #	150	Date Submitted:	June 9, 2021
Institution Name:	University of Science and Arts of Oklahoma		
President:	Dr. John Feaver		

EXPENDITURES BY ACTIVITY/FUNCTION			
Activity Number	Activity/Function	FY2021-2022 Amount	Percent of Total
	Educational & General Budget - Part I:		
11	Instruction	5,247,602	31.9%
12	Research	182,430	1.1%
13	Public Service	5,000	0.0%
14	Academic Support	4,730,083	28.7%
15	Student Services	1,606,166	9.8%
16	Institutional Support	1,929,362	11.7%
17	Operation and Maintenance of Plant	1,731,300	10.5%
18	Scholarships and Fellowships	1,028,250	6.2%
	Total Expenditures by Activity/Function:	16,460,193	100.0%

FUNDING			
Fund Number	Fund Name	FY2021-2022 Amount	Percent of Total
	E&G Operating Revolving Fund:		
290	Revolving Funds	7,152,268	43.5%
290	State Appropriated Funds - Operations Budget	5,929,763	36.0%
290	State Appropriated Funds - Grants, Contracts and Reimbursements	31,362	0.2%
490	Federal Stimulus Funds - CARES	3,346,800	20.3%
	Total Expenditures by Fund:	16,460,193	100.0%

Oklahoma State Regents for Higher Education
EDUCATIONAL AND GENERAL BUDGET - FY2021-2022
PART I - PRIMARY BUDGET
Schedule B
Summary of Educational and General Expenditures by Object

Institution:	University of Science and Arts of Oklahoma
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EXPENDITURES BY OBJECT			
Object Number	Object of Expenditure	FY2021-2022 Amount	Percent of Total
1	Personnel Services:		
1a	Teaching Salaries	3,099,540	18.9%
1b	Professional Salaries	2,379,295	14.5%
1c	Other Salaries and Wages	1,341,958	8.2%
1d	Fringe Benefits	3,013,822	18.4%
1e	Professional Services	-	0.0%
	Total Personnel Service	9,834,615	60.0%
2	Travel	89,571	0.5%
3	Utilities	350,000	2.1%
4	Supplies and Other Operating Expenses *	1,376,516	8.4%
5	Property, Furniture and Equipment	141,039	0.9%
6	Library Books and Periodicals	73,432	0.4%
7	Scholarships and Other Assistance	1,028,250	6.3%
8	Transfer and Other Disbursements **	3,500,094	21.4%
	Total Expenditures by Object	16,393,517	100.0%

Oklahoma State Regents for Higher Education
EDUCATIONAL AND GENERAL BUDGET - FY2021-2022
PART I - PRIMARY BUDGET

Schedule C
REPORT OF EDUCATIONAL AND GENERAL REVENUE, EXPENDITURES, AND UNOBLIGATED RESERVE

Institution Name:		University of Science and Arts of Oklahoma	
Revenue Description	FY2021-2022 Amount	Percent of Total	
1. Beginning Fund Balance July 1, 2021 (Cash Basis)	675,832		
2. Expenditures for Prior Year Obligations	-		
3. Unobligated Reserve Balance July 1, 2021 (line 1 - line 2)	675,832	←-Formula	
4. Projected FY2022 Receipts:			
State Appropriated Funds - For Operations	5,929,763	36.2%	
State Appropriated Funds - For Grants, Contracts and Reimbursements	31,362	0.2%	
Federal Appropriations	-	0.0%	
Local Appropriations	-	0.0%	
Resident Tuition (includes tuition waivers)	4,901,359	29.9%	
Nonresident Tuition (includes tuition waivers)	422,228	2.6%	
Student Fees - Mandatory and Academic Service Fees	731,425	4.5%	
Gifts, Endowments and Bequests	200,000	1.2%	
Other Grants, Contracts and Reimbursements	-	0.0%	
Sales and Services of Educational Departments	2,000	0.0%	
Organized Activities Related to Educational Departments	15,000	0.1%	
Technical Education Funds	-	0.0%	
Other Sources	791,000	4.8%	
Federal Stimulus Funds - CARES	3,346,800	20.4%	
5. Total Projected FY2022 Receipts	16,370,937	100.0%	
6. Total Available (line 3 + line 5)	17,046,769	←-Formula	
7. Less Budgeted Expenditures for FY2022 Operations	16,460,193	←-Link to Sch A	
8. Projected Unobligated Reserve Balance June 30, 2022 (line 6 - line 7)	586,576	←-Formula	

**ALLOCATION OF STATE APPROPRIATED FUNDS
Fiscal Year 2021-2022
UNIVERSITY OF SCIENCE & ARTS OF OKLAHOMA**

	FY21 Total State Allocated Funds	FY22 Performance Funding Formula	FY22 Performance Funding Allocation	FY22 Performance Funding Base Adjustments	FY22 Workforce/STEM Nursing/Teacher Ed Initiatives	FY22 Program Adjustments	FY22 Allocation Adjustments	FY22 Total State Allocated Funds	Total Inc/Dec from FY2021 Allocation	
									\$ Amount	Percent
University of Science and Arts of Oklahoma	5,552,154	0.81%	69,276	0	308,333		377,609	5,929,763	377,609	6.80%

The Concurrent Enrollment Waiver reimbursement amount is \$10,956 and will be transferred on a monthly basis in addition to your state appropriations.

****Details on the Workforce/STEM/Nursing/Teacher Ed. Initiatives:**

STEM Workforce	\$100,000
Teacher Education Shortage	\$208,333



OKLAHOMA STATE REGENTS FOR HIGHER EDUCATION

Improving our future by degrees

May 28, 2021

To: Presidents of Institutions and Directors of Higher Education Centers

Dear Presidents and Directors:

Re: FY2022 Allocation of State Appropriated Funds

At their meeting on May 28, 2021, the State Regents approved the FY2022 allocation of state-appropriated funds for universities, colleges, constituent agencies, the higher education centers, and special programs. The State Regents' action includes allocations for tuition waiver reimbursements, and Section 13 Offset funding. A packet of material is enclosed for use in completing your FY2022 budget for submission to this office.

Budget Timetable:

- **June 9, 2021** Institutional budget forms due in State Regents' Office- Three (3) hole-punched sets
- **June 9, 2021** FY21 Tuition and Mandatory Fees Request due
- **June 9, 2021** Campus Master Plan due electronically – EXCEL format
- **June 23, 2021** Electronic Entry due in the OMES Spreadsheet format to OSRHE
- **June 23, 2021** Tuition Request Review with the State Regents
- **June 24, 2021** State Regents meet to approve FY2022 budgets

Budget Allocations, Guidelines and Other Related Information:

The following items are included in the packet for completion of your institutional budget:

- State appropriations detail for your institution, constituent agency or higher education center.
- State Regents' FY2022 Budget Principles and Guidelines.
- State Regents' agenda item providing details of the allocation of state appropriated funds for all institutions, constituent agencies, centers, and programs.
- Tuition Principles and Guidelines for FY2022.

Presidents of Institutions
Page 2
May 28, 2021

Budget Forms:

In an effort to reduce unnecessary paper consumption, you will not receive a sample copy of the budget forms in your packet. Also, this year we are requesting *three (3)* paper copies of your budget SRA-3 Forms. Electronic versions of all budget forms and instructions have been provided to your Chief Business Officer and/or Chief Budget Officer and include the following:

Educational & General – Part I Budget Forms, Schedules A-F
Educational & General – Part II Budget Forms, Schedules A-C
700 Fund Agency Special Accounts - Schedule G
Capital Allotment by Fund – Schedule H
Background Data Forms
OMES Electronic EXCEL Spreadsheet Format

Budget Forms and Background Data:

It is very important that all information contained in these forms be as complete and accurate as possible. It is from this information that this office prepares the *Educational and General Budget – Summary and Analysis* for the 2022 fiscal year. This document receives widespread distribution to the Legislature and other higher education constituents. Of particular importance are the data on projected reserves and projected uses of reserve funds. Continuing past practices, the Oklahoma State Regents for Higher Education's (OSRHE) staff will continue to scrutinize for proper budgeting of expenditures, in accordance with National Association of College and University Business Officers (NACUBO) reporting standards.

Budget Submission:

In order for staff to compile information on the budgets for the June 24, 2021, State Regents' meeting, you are asked to submit your budget schedules by **close of business June 9, 2021**. We recognize that your governing board may not have met to approve the budget by June 10th; in that case, as in prior years, please submit your materials stamped "Draft," with the understanding that we will incorporate any changes made by the governing board through the budget revision process. After approval, a copy will be filed with the Office of Management and Enterprise Systems (OMES).

You are required to provide three (3) sets, copied on three-hole punched paper, of the emailed State Regents budget forms (SRA-3) and related budget background material.

Office of Management and Enterprise Systems Requirements:

Title 62, Section 34.42 of the Oklahoma Statutes requires each state agency, department, board, commission and institution to file an annual Budget Work Program (BWP) with OMES and the Legislative Service Bureau before encumbrances and expenditures can be made. Your FY2021 BWP is to be submitted June 1 "or as soon thereafter as possible," according to law.

Presidents of Institutions
Page 3
May 28, 2021

All institutions should prepare their budgets directly on the OMES EXCEL Spreadsheet Budgeting Format and then transmit the worksheet electronically to the OSRHE for approval at any time between now and June 23rd. The required accompanying paperwork should be submitted to the OSRHE's office as well. All expenditures should be budgeted by object code as reflected on the Schedule F in your budget SRA-3 Forms. All departments and budget centers for FY2022 are established in the system and are ready for entry through the electronic spreadsheet process. Please include any allotment required for the expenditure of CARES Act federal stimulus funding in the new fiscal year.

Oklahoma statutes also require that each institution file its latest organizational chart with OMES. Please provide two (2) copies of the organizational chart along with your SRA-3 Budget Forms submission. **OMES will not approve your institution's FY-2022 Budget Work Program until your organizational chart has been submitted.** The chart should provide sufficient detail of the employee section of the E&G Budgets with each position matched to a referenced department and the lines of authority identified within the employee positions listing.

If you have any questions or need additional clarification, please contact Ms. Sheri Mauck, Interim Vice Chancellor for Budget and Finance, by email at smauck@osrhe.edu, or by telephone at (405) 225-9201. Thank you for your cooperation and assistance.

Sincerely,


Glen D. Johnson
Chancellor

Enclosures

Meeting of the
OKLAHOMA STATE REGENTS FOR HIGHER EDUCATION
May 28, 2021

AGENDA ITEM #16:

Educational and General Budgets

SUBJECT: Allocation of FY22 state appropriations to colleges, universities, constituent agencies, centers, State Regents' operations and other special programs and approval of the Budget Principles and Guidelines for FY22.

RECOMMENDATION:

It is recommended that the State Regents approve the allocation of state appropriated funds for FY22 appropriations in an amount that totals \$812,819,822, as presented in the following schedules.

ANALYSIS:

State Appropriated Funds

The 2021 Oklahoma Legislature appropriated funding in HB 2900 in the amount of \$812,819,822 to higher education for educational operations in FY22. The total FY22 state appropriation represents an increase state fiscal support for higher education of \$42,405,080, or 5.50%. Funding for the Oklahoma's Promise scholarship program in the amount of \$65.4 million will also be received for FY22.

The priority emphases of the FY22 allocation will address workforce development initiatives presented to the Governor and Legislature in the State Regents' budget needs request of \$88.8 million in additional state funding that was approved on November 5, 2020. The workforce development initiatives funded through the FY22 allocation include: (1.) Oklahoma's Engineering Initiative, (2.) Oklahoma's Nursing Initiative, (3.) Oklahoma's Teacher Education Initiative, and (4.) Workforce Micro-credentials and Rapid Re-employment Strategies. Other increases are targeted in certain financial aid and scholarship programs as well as certain priority programs as outlined in the following narrative and supplemental schedules. Additionally, \$9.5 million will be allocated to state system institutions through the State Regents' performance funding formula to provide funding for institutional priorities.

Oklahoma's Engineering Initiative (\$12.9 million): Oklahoma currently ranks among the bottom 20 states in engineers per capita (OK 2.62/100,000), and it is projected that the demand for qualified engineers in Oklahoma will be a minimum of 3,000 annually for the next nine years. To accelerate the production of highly qualified engineers to support Oklahoma's business and industry needs, funding of \$10.5 million will be allocated to the three system institutions (the University of Oklahoma – \$5 million; Oklahoma State University – \$5 million; and the University

of Central Oklahoma - \$500,000) that currently offer engineering degrees. Also included in this initiative is funding of \$2.4 million to the remaining 22 institutions and two technical branches (OSU-OKC and OSU-IT) in the state system (\$100,000 each). This funding is provided to support engineering technology and other Science, Technology, Engineering, and Mathematics (STEM) fields that support the student pipeline for engineering and other high-demand STEM occupations.

Funding provided through this initiative can be used as deemed appropriate by each institution to support engineering and STEM programs, including but not limited to: additional faculty positions to increase to capacity for engineering students; new or developing bachelor-level programs with emphases on software engineering and engineering technology, computer science, cybersecurity, mathematics, data analytics, and other STEM fields; technology to increase access to online courses to expand access to STEM programs for students; and advisement, mentoring and academic tutoring services to increase student success rates in engineering and STEM-related programs.

Oklahoma's Nursing Initiative (\$4.16 million): Oklahoma currently ranks among the bottom five states in the nation in Registered Nurses (RNs) per capita (OK 790/100,000), which is significantly lower than the national average (920.9 /100,000). Increased funding for Nursing program initiatives will increase RN production, improving Oklahoma's rank in the number of RNs per capita to meet Oklahoma's healthcare needs. Funding in the amount of \$4,162,637 is allocated to the 22 institutions and two technical branches in the state system currently offering nursing degree programs. Institutions should use this discretionary funding for initiatives that increase capacity for nursing students and registered nurse (RN) degree-production, such as expansion of nursing faculty and nursing faculty retention.

Oklahoma's Teacher Education Shortage (\$2.5 million): Currently more than 40 percent of Oklahoma college graduates majoring in education are either out of the profession or have moved out-of-state within 5 years. Additionally, the number of college students majoring in education declined 27 percent from the 2014-15 academic year to the 2018-19 academic year. Oklahoma's teacher shortage is especially pronounced among secondary math and science teachers, which affects Oklahoma's STEM education-to-workforce pipeline. Funding totaling \$2.5 million is allocated to the 12 state system institutions that offer teacher education programs (Cameron University, East Central University, Langston University, Northeastern State University, Northwestern Oklahoma State University, Oklahoma State University, Oklahoma Panhandle State University, Southeastern Oklahoma State University, Southwestern Oklahoma State University, the University of Central Oklahoma, the University of Oklahoma, and the University of Science and Arts of Oklahoma) to support efforts to increase teacher education majors. Each institution is allocated \$208,333 in funding for FY22 to support programs to recruit, develop and graduate highly qualified students to address the critical shortage of certified teachers in Oklahoma. Special emphasis should be given to retaining and graduating teacher candidates in high demand subject areas, such as math, science, and special education. Funding could also be used to support course development that would enhance the experiences and knowledge of teacher education students, including online and virtual instruction best practices.

Workforce Micro-credentials and Rapid Re-employment Strategies (\$1.8 million): Oklahoma business and industry continuously need access to a qualified and credentialed workforce. While associate and baccalaureate degrees provide assurances to employers that employees possess a

general breadth and depth of expertise, employers also need employees with highly specific skills and competencies produced by short-term credentials (such as badges and micro-credentials). Earning industry-recognized micro-credentials is an increasingly popular strategy for re-employing individuals negatively impacted by the COVID-19 pandemic and the recent economic recession. Funding in the amount of \$1.8 million is allocated for FY22 to allow the State Regents to implement a uniform credentialing platform for Oklahoma's public colleges and universities that links students, job seekers, or currently employed individuals to certified competencies for in-demand jobs. The funding will support Oklahoma's colleges and universities accelerate the development of badging and micro-credentials tied directly to the workforce needs. The ability to earn micro-credentials and badges in highly specific skills and competencies will not only help Oklahoma citizens regain employment or advance current careers but will also improve the percentage of adults age 25 and older with a college degree in the state since many micro-credentials are stackable, offering students the possibility to also work toward and associate or baccalaureate degree by earning multiple micro-credentials in a similar field.

Deferred Maintenance and Infrastructure – Section 13 Offset Program (\$4.33 million): For FY22, an additional \$4.33 million (\$4,329,680) will be allocated to the Section 13 Offset Program, for a total FY22 appropriation of \$17,878,439. This represents a 31.96% increase from the FY21 allocation level for this program and will improve our institutions' abilities to continue to address deferred maintenance projects that have accumulated over the last decade. The types of projects funded through this program include, but are not limited to: more efficient facilities management systems; campus infrastructure improvements; laboratory and equipment upgrades; and health, safety and American Disability Act (ADA) upgrades required on our campuses. This allocation provides a minimum of \$900,000 or \$175/per FTE, whichever amount is greater, for each institution that participates in the Section 13 Offset Program. For the nine regional institutions that also receive some funding through Section 13 (Cameron University, East Central University, Northeastern University, Northwestern Oklahoma State University, Oklahoma Panhandle State University, Southeastern Oklahoma State University, Southwestern Oklahoma State University, University of Central Oklahoma, and the University of Science and Arts of Oklahoma), those dollars are included in their minimum allocation of \$900,000.

Financial Aid and Scholarship Programs (\$3,518,124): The FY22 allocation provides \$3.5million in funding for financial aid and scholarship programs administered through the State Regents.

Concurrent Enrollment – A total of \$13.5 million is allocated for FY222 to provide concurrent enrollment tuition waiver reimbursements to state system institutions. This represents an increase in appropriations of \$533,450, or 4.11%, from the FY21 funding level and restores the reduction taken FY21. Institutions will be reimbursed for 100 percent of the total eligible waivers for high school senior students that our institutions were required to provide in FY21. In accordance with statute and State Regents' policy, the high school senior concurrent enrollment tuition waivers must be fully funded before reimbursement for concurrent enrollment tuition waivers are granted to high school juniors; thus, in FY22, the funding available to reimburse state system institutions for concurrent enrollment tuition waivers provided to high school juniors (\$433,750) represents only 11.9% of the total waivers awarded to junior students.

National Guard Tuition Waiver – The National Guard Waiver Tuition Waiver Program will receive an increase of \$2,000,000, or 143.8%. This increase will help restore institutional reimbursement for this valuable incentive tuition waiver program. This funding will be applied to the total cost of the National Guard tuition waivers provided by state system institutions during the 2020-21 academic year (\$3,933,998 for 24,056 credit-hours). Of the total cost of National Guard tuition waivers provided, institutions are eligible to be reimbursed up to \$2,724,151. The base allocation of \$3,390,998 for FY22 will provide for institutional reimbursements of 100% of the eligible waivers awarded during the 2020-21 academic year.

Other Scholarship Programs – The FY22 allocation includes \$1.5 million in additional funding for ten other scholarship programs administered through the State Regents' office, which represents a 4.11% increase from the FY21 allocation and restores the reduction seen in FY2021. Programs include: Academic Scholars, the Chiropractic Education Scholarship Program, the George & Donna Nigh Scholarship Program, the Oklahoma Tuition Aid Grant, the Oklahoma Tuition Equalization Grant, the Future Teachers' Scholarship Program, the Regional University Baccalaureate Scholarship Program, the Internal Scholars Program, and the Tulsa Reconciliation Scholarship/William P. Willis Scholarship). This increase is estimated to restore approximately 550 awards for FY22. Programs that have any remaining prior-year carryover funding will be applied to the total amounts available in order to maximum the awards and opportunities for students.

Endowed Chair State Match Funds – Bond Debt Service (\$10.4 million): The Endowed Chairs Program provides support for research activities, faculty recruitment, lecture series, cultural programming, and innovative activities that enhance and strengthen the educational experiences for college students. The benefits of the program include improving academic quality for students, increasing the ability for participating colleges and universities to recruit and retain outstanding faculty, and supporting research and economic development initiatives for the State of Oklahoma. The success of this public-private partnership has resulted in a backlog of \$161 million in accounts awaiting state matching funds through the Endowed Chairs program. Funding of \$10.4 million is allocated for FY22 for the purpose servicing a bond issuance to fulfill the state match commitment for the 161 million in the private gifts in the queue.

Institutional budgets, containing appropriations, tuition and fees, and other revolving fund income, will be presented to the State Regents for approval at their meeting scheduled for June 24, 2021. All debt service obligations will be fully funded for FY22. Use of any unobligated prior year carryover will be used for purposes as previously approved. This recommendation assumes that all pending legislation will be signed by the Governor.

BUDGET PRINCIPLES AND GUIDELINES:

Each year, the State Regents approve budget principles and guidelines for institutions to use in preparing their annual budgets. The guidelines for institutions acknowledge mandatory cost increases, maintain the limits on the share of the budget to be spent on administration, and restate the financial accounting and reporting requirements. These guidelines are grounded in the

principles of quality as the primary consideration, differentiation among institutions, efficiency, and seamless delivery of programs for optimal use of state funding.

Oklahoma State Regents for Higher Education
BUDGET PRINCIPLES AND GUIDELINES
Fiscal Year 2022

I. STATE REGENTS' BUDGET ALLOCATION PRINCIPLES

State Support. The Oklahoma State System of Higher Education received an increase in state base appropriations in the amount of \$42.4 million for FY22. Institutions are facing increases in costs for healthcare, retirement contributions, fuel, utilities, and other general operating expenses. The State Regents encourage institutions to operate as cost-effectively as possible and to invest in processes to enhance revenue from grants, contracts, gifts, donations, auxiliaries, and other earned income.

Focus on Resources. Emphasis on innovation, efficiency and cost-saving measures will continue to be the system focus for the next fiscal year. Because of the conditions described above, institutions should investigate new approaches to offering learning experiences, designing courses, organizing academic programs, and providing administrative services on their campuses. Different approaches and processes may provide both fewer expenses and more responsive programs for constituents. The State Regents urge institutions to collaborate and to share resources where it is economical to do so and pledge to continue initiatives to ensure the efficient operation of the system as a whole.

E&G Budgets. Educational and General (E&G) budgets support institutional missions of teaching, research, and public service. To accomplish the goals of the Academic Planning and Resource Allocation (APRA) system, it is the State Regents' intent to protect the operating budgets of the colleges and universities, particularly in recognition of increased mandatory costs and the need for competitive faculty salaries.

Scholarships. Funding needs for *Oklahoma's Promise*, or Oklahoma Higher Learning Access Program, and all scholarship programs under State Regents' administration will continue to be a priority to ensure that awards for all eligible students are fully funded.

II. INSTITUTIONS' BUDGET ALLOCATION PRICIPLES AND GUIDELINES

Principles. Establishment of priorities in programs and services, and allocation of resources to these priorities, is necessary for the higher education system to serve Oklahoma effectively. As State Regents, governing boards, and presidents undertake to focus resources for optimal use of state funding, the FY22 budgets should reflect the following principles:

Quality – Resources should be focused on 1) increasing retention and graduation rates and 2) enhancing the quality of priority programs and courses in the institution’s academic plan, including libraries and other resources for obtaining and using information.

Differentiation – Resources should be focused on enhancing the institution’s clearly differentiated central academic mission and eliminating unnecessary programmatic duplication, rather than spreading dollars thinly across all existing programs and services.

Efficiency – Resources should be allocated internally within each institution to ensure operations that are as efficient as possible. Collaboration and sharing of resources within and among institutions should be encouraged.

Seamless Delivery – Resources should be allocated to ensure that students and programs are able to move among institutions easily and smoothly. Bureaucratic and unnecessary academic hurdles should be minimized for students who wish to participate in more than one institution. Programs, too, should be shared among institutions with a minimum of administrative and academic overhead.

Guidelines. Within the context of the above principles, FY22 institutional budgets should evidence these specific guidelines:

Mandatory Cost Increases – The first priority on the campuses will be funding mandatory cost increases. Estimates for mandatory costs are approximately \$23.5 million. These costs include health and dental insurance, retirement contributions, fuel, utilities, and other operating expenses.

Administrative Cost Budget Caps – For FY22, the following caps are approved for expenditures budgeted under the functional category of *Institutional Support*:

OU, OSU	10%
Health Sciences Center, Law, Vet Medicine, OSU-COM	13%
Institutions with enrollments of 3,500 FTE	13%
Institutions with enrollments below 3,500 FTE	16%

Although the caps are unchanged from the previous year, institutions are strongly encouraged to contain administrative costs at their current percentage of E&G budget.

Tuition Revenue – Institutions should demonstrate to students that revenue from any increase in tuition will be used for programs that directly benefit students, such as faculty compensation, technology, library acquisitions, and counseling services.

Use of Revenue from Dedicated Fees – Institutions that charge students special fees for library materials and services, classroom and laboratory materials, technology, etc. must ensure that the revenues are spent for the approved purpose of the fee. Likewise, traditional

E&G support for the above and similar purposes should not be diminished as a result of fee revenue.

Consistency -- By law, institutional budgets must be prepared in accordance with financial accounting and reporting standards of the National Association of College and University Business Officers. Institutions will continue to submit budgets for State Regents' approval by function and object. Institutions will transmit summary budgets to the Office of State Finance by object under three activities: Educational and General, Part I (Fund 290), Educational and General, Part 2 (Fund 430), and Agency Special (700 Fund Series).

Attachments.

**ALLOCATION OF STATE APPROPRIATED FUNDS
Fiscal Year 2022**

	FY'21 Total State Alloc. Funds	FY'22 Allocation Adjustments	FY'22Total State Alloc. Funds	FY'22 \$ Chg From FY'20 Alloc.	FY'22 % Chg. From FY'21 Alloc.
University of Oklahoma:					
OU, Norman	102,930,741	6,441,613	109,372,354	6,441,613	6.26%
OUHSC	71,334,290	1,584,932	72,919,221	1,584,932	2.22%
OU Tulsa	5,966,464	245,154	6,211,618	245,154	4.11%
OU Law Center	4,500,727	58,157	4,558,884	58,157	1.29%
TOTAL, OU:	184,732,222	8,329,856	193,062,078	8,329,856	4.51%
Oklahoma State University:					
OSU, Stillwater	92,092,960	6,430,627	98,523,587	6,430,627	6.98%
OSU Agriculture Experiment Station	19,840,590	230,064	20,070,654	230,064	1.16%
Cooperative Extension Division	21,584,491	214,669	21,799,161	214,669	0.99%
OSU Center for Health Sciences	11,465,082	149,670	11,614,752	149,670	1.31%
School of Veterinary Medicine	8,216,561	91,512	8,308,073	91,512	1.11%
OSU, Oklahoma City	9,531,453	897,727	10,429,179	897,727	9.42%
OSU Institute of Tech, Okmulgee	10,893,804	395,196	11,289,000	395,196	3.63%
OSU-Tulsa	8,213,665	337,607	8,551,272	337,607	4.11%
TOTAL, OSU:	181,838,606	8,747,073	190,585,678	8,747,073	4.81%
University of Central Oklahoma	40,289,543	1,740,017	42,029,561	1,740,017	4.32%
East Central University	13,120,765	588,134	13,708,899	588,134	4.48%
Northeastern State University	27,548,632	755,341	28,303,973	755,341	2.74%
Southeastern Oklahoma State University	13,945,758	546,253	14,492,011	546,253	3.92%
Southwestern Oklahoma State University	17,043,637	727,435	17,771,073	727,435	4.27%
Cameron University	16,144,002	470,832	16,614,834	470,832	2.92%
Langston University	9,206,470	588,134	9,794,604	588,134	6.39%
Statewide Plan	911,060	0	911,060	0	0.00%
Federal Research Match	1,572,862	300,000	1,872,862	300,000	19.07%
LU-Tulsa	1,740,372	71,572	1,811,944	71,572	4.11%
Agricultural Exper Station Funds	248,871	0	248,871	0	0.00%
Langston Honors Scholarship Program	160,290	0	160,290	0	0.00%
Langston Honors Program Admin	89,507	0	89,507	0	0.00%
TOTAL, Langston University:	13,929,433	959,706	14,889,139	959,706	6.89%
NW Okla State University	7,653,927	546,227	8,200,153	546,227	7.14%
Oklahoma Panhandle State University	5,414,586	501,754	5,916,339	501,754	9.27%
Rogers State University	10,733,985	415,251	11,149,237	415,251	3.87%
University of Science & Arts of Okla	5,552,154	377,609	5,929,763	377,609	6.80%
Carl Albert State College	4,880,959	312,236	5,193,195	312,236	6.40%
Connors State College	5,140,925	312,520	5,453,446	312,520	6.08%
Eastern Oklahoma State College	4,881,761	290,000	5,171,760	290,000	5.94%
Murray State College	4,406,970	814,423	5,221,393	814,423	18.48%
Northeastern Oklahoma A&M College	6,670,531	304,539	6,975,070	304,539	4.57%
Northern Oklahoma College	7,820,726	423,891	8,244,616	423,891	5.42%
Redlands Community College	4,811,010	296,842	5,107,852	296,842	6.17%
Seminole State College	4,513,429	296,842	4,810,271	296,842	6.58%
Western Oklahoma State College	4,354,688	295,131	4,649,819	295,131	6.78%
Oklahoma City Community College	19,685,294	995,945	20,681,239	995,945	5.06%

	FY'21 Total State Alloc. Funds	FY'22 Allocation Adjustments	FY'22Total State Alloc. Funds	FY'22 \$ Chg From FY'20 Alloc.	FY'22 % Chg. From FY'21 Alloc.
Rose State College -	15,671,690	455,064	16,126,754	455,064	2.90%
Tulsa Community College	27,890,623	1,004,167	28,894,789	1,004,167	3.60%
University Center of Southern Oklahoma, Ardmore	470,777	(470,777)	0	(470,777)	-100.00%
Section 13 Offset Funds (see attached schedule)	13,548,766	4,330,000	17,878,766	4,330,000	31.96%
Higher Ed User Fees	2,268,955	100,000	2,368,955	100,000	4.41%
Microcredential -Workforce Development		1,800,000	1,800,000	1,800,000	
Quartz Mountain through September 30, 2020	264,708	(264,708)	0	(264,708)	-100.00%
Ponca City Learning Site	475,994	19,558	495,552	19,558	4.11%
Innovation and Efficiency Matching Fund		1,784,863	1,784,863	1,784,863	
Institutions, Constituent Agencies, Centers & Learning Sites Subtotal	665,705,056	37,806,023	703,511,079	37,806,023	5.68%
Governance & Operations Support:					
State Regents' Core Operations	5,216,417	339,411	5,555,828	339,411	6.51%
Regents' IT	1,868,975	121,607	1,990,582	121,607	6.51%
Oklahoma Teacher Connection	273,929	17,823	291,752	17,823	6.51%
Scholarship Administration	439,076	28,569	467,645	28,569	6.51%
Governance & Operations Support Subtotal	7,798,397	507,410	8,305,807	507,410	6.51%
Financial Aid Programs:					
Academic Scholars Program	6,056,989	248,873	6,305,862	248,873	4.11%
Chiropractic Scholarships	27,200	1,118	28,318	1,118	4.11%
Concurrent Enrollment Tuition Waiver for HS Seniors	12,982,900	533,450	13,516,350	533,450	4.11%
George & Donna Nigh Scholarships	47,599	1,956	49,555	1,956	4.11%
National Guard Tuition Waiver Program	1,390,998	2,000,000	3,390,998	2,000,000	143.78%
Oklahoma Tuition Aid Grant Program	14,404,839	591,875	14,996,714	591,875	4.11%
Oklahoma Tuition Equalization Program (Private Schools)	2,521,688	103,613	2,625,301	103,613	4.11%
Prospective Teacher Scholarships	67,999	2,794	70,793	2,794	4.11%
Regional University Scholarships	717,054	29,463	746,517	29,463	4.11%
International Scholarship Program	87,262	3,585	90,847	3,585	4.11%
Tulsa Reconciliation Scholarships/Wm. P. Willis Scholarship	34,000	1,397	35,397	1,397	4.11%
Sub-Total Financial Aid Programs	38,338,529	3,518,124	41,856,653	3,518,124	9.18%
Other Special Programs:					
Adult Degree Completion Program	322,496	13,251	335,747	13,251	4.11%
Endowed Chairs Program - Debt Service	11,429,849	10,400,000	21,829,849	10,400,000	90.99%
EPSCoR/Research	1,777,392	73,031	1,850,423	73,031	4.11%
Grant Programs/Economic Dev/OEIS	285,119	11,715	296,834	11,715	4.11%
Jane Brooks School - USAO	17,439	717	18,156	717	4.11%
Debt Service	40,384,633	(10,300,000)	30,084,633	(10,300,000)	-25.50%
Scholar-Leadership Program	197,292	8,106	205,398	8,106	4.11%
Statewide Literacy Program	47,232	1,941	49,173	1,941	4.11%
Student Preparation Program	757,679	31,132	788,811	31,132	4.11%
Summer Academies Program	386,996	15,901	402,897	15,901	4.11%
System Shared Resources					
Academic Library Databases	264,447	10,866	275,313	10,866	4.11%
System Legal services	33,965	1,396	35,361	1,396	4.11%
System Safety, Health & Environmental Resource Center	43,776	1,799	45,574	1,799	4.11%
Internet 2	986,355	40,528	1,026,883	40,528	4.11%
Financial/Data Analytics	101,700	200,000	301,700	200,000	196.66%
Teacher Shortage Incentive Program	259,733	10,672	270,405	10,672	4.11%
Sub-Total Other Special Programs	57,194,404	521,054	57,817,157	521,054	0.91%
Capital and Master Lease/Transfer Reserve	1,273,414	52,469	1,325,884	52,469	4.12%
TOTAL Allocation	770,414,742	42,405,080	812,816,581	42,405,080	5.50%

Section 13 Offset Allocation FY2022 Allocation

	FY'21 Allocation	FY'22 Allocation	\$ Change from FY'21	% Change from FY'21
Cameron University	\$84,918	\$203,371	\$118,453	139.49%
Carl Albert State College	\$741,542	\$900,000	\$158,458	21.37%
Connors State College	\$741,542	\$900,000	\$158,458	21.37%
East Central University	\$37,415	\$203,371	\$165,956	443.56%
Eastern Oklahoma State College	\$741,542	\$900,000	\$158,458	21.37%
Murray State College	\$741,542	\$900,000	\$158,458	21.37%
Northeastern A&M College	\$741,542	\$900,000	\$158,458	21.37%
Northeastern State University	\$324,848	\$373,671	\$48,823	15.03%
Northwestern OK State University	\$11,725	\$203,371	\$191,646	1634.47%
OK City Comm. College	\$1,039,624	\$1,267,350	\$227,726	21.90%
OSU-Oklahoma City	\$741,542	\$900,000	\$158,458	21.37%
OSU IT, OKM	\$741,542	\$900,000	\$158,458	21.37%
OSU-Tulsa	\$741,542	\$900,000	\$158,458	21.37%
OK Panhandle State University	\$11,725	\$203,371	\$191,646	1634.47%
Redlands Comm. College	\$741,542	\$900,000	\$158,458	21.37%
Rogers State University	\$741,542	\$900,000	\$158,458	21.37%
Rose State College	\$741,542	\$900,000	\$158,458	21.37%
Seminole State College	\$741,542	\$900,000	\$158,458	21.37%
Southeastern OK State University	\$11,725	\$203,371	\$191,646	1634.47%
Southwestern OK State University	\$93,814	\$203,371	\$109,557	116.78%
Tulsa Community College	\$1,354,295	\$1,716,400	\$362,105	26.74%
University of Central Oklahoma	\$926,900	\$1,397,421	\$470,521	50.76%
University of Science & Arts	\$11,725	\$203,371	\$191,646	1634.47%
Western OK State College	\$741,542	\$900,000	\$158,458	21.37%
TOTALS	\$13,548,766	\$17,878,439	\$4,329,680	31.96%

Oklahoma State Regents for Higher Education
Concurrently Enrolled High School Senior Waivers
2020-2021 Year-End Report
High School Seniors

Institution	Total Dollars Waived Summer 2020, Fall 2020 and Spring 2021	% of Total	Total to be received as reimbursement	Total Number of Seniors	Total Hours Waived	Average Amount Per Hour
Univ. Center of Southern OK (Ardmore)	\$ 57,933	0.44%	\$ 57,933	301	1,413	\$41.00
Cameron University	450,458	3.44%	450,458	511	2,851	158.00
Carl Albert State College	335,007	2.56%	335,007	650	3,672	91.23
Connors State College	239,524	1.83%	239,524	432	2,398	99.88
East Central University	191,262	1.46%	191,262	189	1,016	188.25
Eastern Oklahoma State College	241,094	1.84%	241,094	423	2,096	115.03
Langston University	3,474	0.03%	3,474	4	24	144.74
Murray State College	721,840	5.52%	721,840	908	5,156	140.00
Northeastern Oklahoma A&M College	183,150	1.40%	183,150	323	1,850	99.00
Northeastern State University	348,670	2.67%	348,670	339	1,768	197.21
Northern Oklahoma College	309,702	2.37%	309,702	528	2,857	108.40
Northwestern Oklahoma State	247,384	1.89%	247,384	217	1,092	226.54
Oklahoma City Community College	1,451,894	11.10%	1,451,894	2,338	14,398	100.84
Oklahoma Panhandle State University	103,642	0.79%	103,642	135	673	154.00
Oklahoma State University	751,925	5.75%	751,925	838	4,199	179.07
Oklahoma State University - OKC	800,993	6.12%	800,993	1,121	6,270	127.75
Oklahoma State University - Okm	293,569	2.24%	293,569	191	1,936	151.64
Redlands Community College	703,919	5.38%	703,919	1,509	7,194	97.85
Rogers State University	429,400	3.28%	429,400	599	2,825	152.00
Rose State College	688,691	5.26%	688,691	1,000	5,485	125.56
Seminole State College	257,296	1.97%	257,296	433	2,474	104.00
Southeastern Oklahoma State	387,504	2.96%	387,504	317	1,863	208.00
Southwestern Oklahoma State University	373,498	2.85%	373,498	358	1,764	211.73
Tulsa Community College	1,963,772	15.01%	1,963,772	3,175	17,445	112.57
University of Central Oklahoma	922,689	7.05%	922,689	914	4,141	222.82
University of Oklahoma	347,768	2.66%	347,768	421	2,179	159.60
University of Science and Arts	10,650	0.08%	10,650	8	50	213.00
Western Oklahoma State	265,893	2.03%	265,893	458	2,585	102.86
TOTAL	\$ 13,082,599	100.00%	\$13,082,599	18,640	101,674	\$128.67

*Note: OSU-Tulsa reported with the OSU Main Campus.

Oklahoma State Regents for Higher Education
Concurrently Enrolled High School Senior Waivers
2020-2021 Year-End Report
High School Juniors

Institution	Total Dollars Waived Summer 2020, Fall 2020 and Spring 2021	% of Total	Total to be received as reimbursement	Total Number of Juniors	Total Hours Waived	Average Amount Per Hour
Ardmore Higher Ed. Center	\$ 13,202	0.36%	\$ 1,582	107	322	41.00
Cameron University	85,162	2.35%	\$ 10,202	147	539	158.00
Carl Albert State College	119,811	3.31%	\$ 14,353	332	1,313	91.25
Connors State College	92,770	2.56%	\$ 11,113	246	928	99.92
East Central University	49,698	1.37%	\$ 5,954	71	264	188.25
Eastern Oklahoma State College	87,441	2.41%	\$ 10,475	246	760	115.05
Langston University	-	0.00%	\$ -	-	-	-
Murray State College	214,200	5.92%	\$ 25,660	481	1,530	140.00
Northeastern Oklahoma A&M College	58,905	1.63%	\$ 7,056	159	595	99.00
Northeastern State University	-	0.00%	\$ -	-	-	#DIV/0!
Northern Oklahoma College	-	0.00%	\$ -	-	-	#DIV/0!
Northwestern Oklahoma State	85,352	2.36%	\$ 10,225	109	376	227.00
Oklahoma City Community College	605,844	16.73%	\$ 72,576	1,120	6,008	100.84
Oklahoma Panhandle State University	70,378	1.94%	\$ 8,431	99	457	154.00
Oklahoma State University	-	0.00%	\$ -	-	-	#DIV/0!
Oklahoma State University - OKC	157,260	4.34%	\$ 18,839	322	1,231	127.75
Oklahoma State University - Okm	113,393	3.13%	\$ 13,584	180	749	151.39
Redlands Community College	356,287	9.84%	\$ 42,681	749	2,301	154.84
Rogers State University	169,936	4.69%	\$ 20,357	272	1,118	152.00
Rose State College	175,325	4.84%	\$ 21,003	375	1,398	125.41
Seminole State College	76,336	2.11%	\$ 9,145	174	734	104.00
Southeastern Oklahoma State	53,456	1.48%	\$ 6,404	66	257	208.00
Southwestern Oklahoma State University	27,593	0.76%	\$ 3,305	29	130	212.25
Tulsa Community College	815,425	22.52%	\$ 97,683	1,532	7,245	112.55
University of Central Oklahoma	59,999	1.66%	\$ 7,187	90	269	223.04
University of Oklahoma	31,282	0.86%	\$ 3,747	45	196	159.60
University of Science and Arts	2,556	0.07%	\$ 306	3	12	213.00
Western Oklahoma State	99,203	2.74%	\$ 11,884	250	955	103.88
TOTAL	\$ 3,620,812	100.00%	\$ 433,750	7,204	29,687	\$121.96

*Note: OSU-Tulsa is reported with the OSU Main Campus. UCO, NSU and NOC reported juniors attending courses with approved higher tuition rates

Oklahoma State Regents for Higher Education

**FY-22 Allocation of Capital and Master Lease Funds
Proposed for FY22**

May 28, 2021

Master Lease

Professional Services - Annual Allotment

\$150,000

Sub-Total

150,000

Total \$150,000

ALLOCATION OF STATE APPROPRIATED FUNDS
Fiscal Year 2022

	FY'21 Total State Alloc. Funds	FY'22 Funding Formula %	FY'22 Funding Form. Alloc.	FY'22 Formula Base Adjustment	FY'22 Subtotal FY'21 Base and Performance Funding	FY'22 Workforce/STEM Nursing/Teacher Ed.	FY'22 Program Adjustments	FY'22 Total State Alloc. Funds	FY'22 \$ Chg From FY'21 Alloc.	FY'22 % Chg. From FY'21 Alloc.
University of Oklahoma:										
OU, Norman	102,930,741	14.42%	1,233,280		104,164,021	5,208,333		109,372,354	6,441,613	6.26%
OUHSC	71,334,290	11.84%	1,012,624		72,346,913	572,308		72,919,221	1,584,932	2.22%
OU Tulsa	5,966,464				5,966,464		245,154	6,211,618	245,154	4.11%
OU Law Center	4,500,727	0.68%	58,157		4,558,884			4,558,884	58,157	1.29%
TOTAL, OU:	184,732,222	26.94%	2,304,061		187,036,283	5,780,641	245,154	193,062,078	8,329,856	4.51%
Oklahoma State University:										
OSU, Stillwater	92,092,960	12.83%	1,097,294		93,190,254	5,333,333		98,523,587	6,430,627	6.98%
OSU Agriculture Experiment Station	19,840,590	2.69%	230,064		20,070,654			20,070,654	230,064	1.16%
Cooperative Extension Division	21,584,491	2.51%	214,669		21,799,161			21,799,161	214,669	0.99%
OSU Center for Health Sciences	11,465,082	1.75%	149,670		11,614,752			11,614,752	149,670	1.31%
School of Veterinary Medicine	8,216,561	1.07%	91,512		8,308,073			8,308,073	91,512	1.11%
OSU, Oklahoma City	9,531,453	2.68%	229,209	196,650	9,957,311	471,868		10,429,179	897,727	9.42%
OSU Institute of Tech, Okmulgee	10,893,804	1.99%	170,196		11,064,000	225,000		11,289,000	395,196	3.63%
OSU-Tulsa	8,213,665				8,213,665		337,607	8,551,272	337,607	4.11%
TOTAL, OSU:	181,838,606	25.52%	2,182,615	196,650	184,217,870	6,030,201	337,607	190,585,678	8,747,073	4.81%
University of Central Oklahoma	40,289,543	6.21%	531,114	240,350	41,061,008	968,553		42,029,561	1,740,017	4.32%
East Central University	13,120,765	1.81%	154,801		13,275,566	433,333		13,708,899	588,134	4.48%
Northeastern State University	27,548,632	3.51%	300,195		27,848,827	455,146		28,303,973	755,341	2.74%
Southeastern Oklahoma State University	13,945,758	1.56%	133,420	104,500	14,183,678	308,333		14,492,011	546,253	3.92%
Southwestern Oklahoma State University	17,043,637	2.31%	197,564		17,241,202	529,871		17,771,073	727,435	4.27%
Cameron University	16,144,002	1.90%	162,499		16,306,501	308,333		16,614,834	470,832	2.92%
Langston University	9,206,470	1.81%	154,801		9,361,271	433,333		9,794,604	588,134	6.39%
Statewide Plan	911,060				911,060			911,060		
Federal Research Match	1,572,862				1,572,862		300,000	1,872,862	300,000	19.07%
LU-Tulsa	1,740,372				1,740,372		71,572	1,811,944	71,572	4.11%
Agricultural Exper Station Funds	248,871				248,871			248,871		
Langston Honors Scholarship Program	160,290				160,290			160,290		
Langston Honors Program Admin	89,507				89,507			89,507		
TOTAL, Langston University:	13,929,433		154,801		14,084,234	433,333	371,572	14,889,139	959,706	6.89%
NW Okla State University	7,653,927	1.32%	112,894		7,766,820	433,333		8,200,153	546,227	7.14%
Oklahoma Panhandle State University	5,414,586	0.80%	68,421		5,483,006	433,333		5,916,339	501,754	9.27%
Rogers State University	10,733,985	1.99%	170,196		10,904,182	245,055		11,149,237	415,251	3.87%
University of Science & Arts of Okla	5,552,154	0.81%	69,276		5,621,430	308,333		5,929,763	377,609	6.80%
Carl Albert State College	4,880,959	1.02%	87,236		4,968,195	225,000		5,193,195	312,236	6.40%
Connors State College	5,140,925	0.99%	84,670	2,850	5,228,446	225,000		5,453,446	312,520	6.08%

Eastern Oklahoma State College	4,881,761	0.76%	65,000		4,946,760	225,000		5,171,760	290,000	5.94%
Murray State College	4,406,970	1.05%	89,802	9,500	4,506,272	225,000	490,121	5,221,393	814,423	18.48%
Northeastern Oklahoma A&M College	6,670,531	0.93%	79,539		6,750,070	225,000		6,975,070	304,539	4.57%
Northern Oklahoma College	7,820,726	2.17%	185,591	13,300	8,019,616	225,000		8,244,616	423,891	5.42%
Redlands Community College	4,811,010	0.84%	71,842		4,882,852	225,000		5,107,852	296,842	6.17%
Seminole State College	4,513,429	0.84%	71,842		4,585,271	225,000		4,810,271	296,842	6.58%
Western Oklahoma State College	4,354,688	0.82%	70,131		4,424,819	225,000		4,649,819	295,131	6.78%
Oklahoma City Community College	19,685,294	4.79%	409,668	213,750	20,308,712	372,527		20,681,239	995,945	5.06%
Rose State College	15,671,690	2.69%	230,064		15,901,754	225,000		16,126,754	455,064	2.90%
Tulsa Community College	27,890,623	6.58%	562,759	169,100	28,622,481	272,308		28,894,789	1,004,167	3.60%
University Center of Southern Oklahoma, Ardmore	470,777				470,777		(470,777)	0	(470,777)	-100.00%
Section 13 Offset Funds (see attached schedule)	13,548,766				13,548,766		4,330,000	17,878,766	4,330,000	31.96%
Higher Ed User Fees	2,268,955				2,268,955		100,000	2,368,955	100,000	4.41%
Microcredential - Workforce Development					0		1,800,000	1,800,000	1,800,000	
Quartz Mountain through September 30, 2020	264,708				264,708		(264,708)	0	(264,708)	-100.00%
Ponca City Learning Site	475,994				475,994		19,558	495,552	19,558	4.11%
Innovation and Efficiency Matching Fund	0				0		1,784,863	1,784,863	1,784,863	
Institutions, Constituent Agencies, Centers & Learning Sites Subtotal	665,705,056	100.0%	8,550,000	950,000	675,205,056	19,562,633	8,743,390	703,511,079	37,806,023	5.68%
Governance & Operations Support:										
State Regents' Core Operations	5,216,417				5,216,417		339,411	5,555,828	339,411	6.51%
Regents' IT	1,868,975				1,868,975		121,607	1,990,582	121,607	6.51%
Oklahoma Teacher Connection	273,929				273,929		17,823	291,752	17,823	6.51%
Scholarship Administration	439,076				439,076		28,569	467,645	28,569	6.51%
Governance & Operations Support Subtotal	7,798,397		0		7,798,397		507,410	8,305,807	507,410	6.51%
Financial Aid Programs:										
Academic Scholars Program	6,056,989				6,056,989		248,873	6,305,862	248,873	4.11%
Chiropractic Scholarships	27,200				27,200		1,118	28,318	1,118	4.11%
Concurrent Enrollment Tuition Waiver for HS Seniors	12,982,900				12,982,900		533,450	13,516,350	533,450	4.11%
George & Donna Nigh Scholarships	47,599				47,599		1,956	49,555	1,956	4.11%
National Guard Tuition Waiver Program	1,390,998				1,390,998		2,000,000	3,390,998	2,000,000	143.78%
Oklahoma Tuition Aid Grant Program	14,404,839				14,404,839		591,875	14,996,714	591,875	4.11%
Oklahoma Tuition Equalization Program (Private Schools)	2,521,688				2,521,688		103,613	2,625,301	103,613	4.11%
Prospective Teacher Scholarships	67,999				67,999		2,794	70,793	2,794	4.11%
Regional University Scholarships	717,054				717,054		29,463	746,517	29,463	4.11%
International Scholarship Program	87,262				87,262		3,585	90,847	3,585	4.11%
Tulsa Reconciliation Scholarships/Wm. P. Willis Scholarship	34,000				34,000		1,397	35,397	1,397	4.11%
Sub-Total Financial Aid Programs	38,338,529		0		38,338,529		3,518,124	41,856,653	3,518,124	9.18%
Other Special Programs:										
Adult Degree Completion Program	322,496				322,496		13,251	335,747	13,251	4.11%
Endowed Chairs Program	11,429,849				11,429,849		10,400,000	21,829,849	10,400,000	90.99%
EPSCoR/Research	1,777,392				1,777,392		73,031	1,850,423	73,031	4.11%
Grant Programs/Economic Dev/OEIS	285,119				285,119		11,715	296,834	11,715	4.11%

Jane Brooks School - USAO	17,439			17,439		717	18,156	717	4.11%
Debt Service/Endowed Chairs	40,384,633			40,384,633		(10,300,000)	30,084,633	(10,300,000)	-25.50%
Scholar-Leadership Program	197,292			197,292		8,106	205,398	8,106	4.11%
Statewide Literacy Program	47,232			47,232		1,941	49,173	1,941	4.11%
Student Preparation Program	757,679			757,679		31,132	788,811	31,132	4.11%
Summer Academies Program	386,996			386,996		15,901	402,897	15,901	4.11%
System Shared Resources				0			0		
Academic Library Databases	264,447			264,447		10,866	275,313	10,866	4.11%
System Legal services	33,965			33,965		1,396	35,361	1,396	4.11%
System Safety, Health & Environmental Resource Center	43,776			43,776		1,799	45,574	1,799	4.11%
Internet 2	986,355			986,355		40,528	1,026,883	40,528	4.11%
Financial/Data Analytics	101,700			101,700		200,000	301,700	200,000	196.66%
Teacher Shortage Incentive Program	259,733			259,733		10,672	270,405	10,672	4.11%
Sub-Total Other Special Programs	57,194,404	0	0	57,296,104	0	521,054	57,817,157	521,054	0.91%
Capital and Master Lease	1,273,414	0	0	1,273,414		52,469	1,325,883	52,469	4.12%
TOTAL Allocation	770,414,742	8,550,000	950,000	779,911,500	19,562,633	13,342,447	812,816,581	42,405,080	5.50%

Meeting of the
OKLAHOMA STATE REGENTS FOR HIGHER EDUCATION
May 28, 2021

AGENDA ITEM #18:

Tuition and Fees

SUBJECT: Approval of FY22 Tuition and Fee Guidelines

RECOMMENDATION:

It is recommended that the State Regents approve FY22 Tuition and Fee Approval Guidelines for dissemination to state system presidents and governing boards.

BACKGROUND:

State Regents annually approve budget principles and guidelines for institutions to use in preparing their annual budgets. State Regents approved a similar document related to the preparation of each institution's tuition and fee request in accordance with 70 O. S. Section 3218.14, which conferred additional responsibility on institutional leadership and governing boards. The FY22 Tuition and Fee Approval Guidelines serve to define those responsibilities and to outline Regents' expectations concerning the process.

POLICY ISSUES:

The proposed FY22 Tuition and Fee Guidelines are consistent with Regents' responsibilities and the State Regents' tuition policy.

ANALYSIS:

The guidelines address six issues related to tuition and fees: 1) the responsibilities of various parties in the establishment of tuition and fees; 2) the State Regents' publication of peer information for planning purposes; 3) institutional compliance with legislative peer limits, 4) State Regents' communication of pertinent information to students; 5) documentation required of institutions; and 6) use of revenue from dedicated fees. These core issues which the guidelines address remain unchanged from the previous year. The guidelines require documentation of institutions and governing boards to justify tuition and mandatory fee increases. Institutional requests for new fees and for increases to existing fees are scrutinized closely to ensure the revenue from these dedicated fees are required to meet specific costs and are not being requested in lieu of a tuition increase. These guidelines provide guidance in an effort to ensure access to higher education and to minimize the financial burden on students and their families.

It is recommended that the State Regents approve the following *FY22 Tuition and Fee Approval Guidelines* for dissemination to state system presidents and governing boards.

Oklahoma State Regents for Higher Education
TUITION AND FEE APPROVAL GUIDELINES
Fiscal Year 2022

Responsibility to Establish Tuition and Fees. The Oklahoma Constitution, statutes, and State Regents for Higher Education policy confer responsibility for the establishment of tuition and fees at institutions in The Oklahoma State System of Higher Education at four levels: 1) Presidents of institutions analyze the need for resources to ensure the quality and availability of higher education offerings, balanced by students' needs and ability to pay, and propose tuition and fees to their respective governing board; 2) Governing boards review presidents' proposals and make a recommendation to the State Regents for Higher Education; 3) the State Regents for Higher Education review governing boards' recommendations, approve tuition and fees within legislatively prescribed statutory limits, and report to the Legislature annually their actions; and 4) the Legislature reviews State Regents for Higher Education actions.

Publication of Peer Information for Planning Purposes. Pursuant to 70 O. S. Section 3218.8, tuition and mandatory fees at public higher education institutions in Oklahoma will be compared to tuition and mandatory fees at peer (i.e., like-type) institutions in other states. State Regents will annually monitor and publish tuition and mandatory fees at peer institutions. Published in a timely fashion, the information will show the level of tuition and mandatory fees at each institution in Oklahoma compared to the legislative peer limit and the maximum possible dollar and percentage increase for the next academic year.

Compliance with Legislative Peer Limits. The Oklahoma Constitution authorizes the Oklahoma State Regents for Higher Education to establish tuition and mandatory fees within limits prescribed by the Legislature. At the research institutions, resident undergraduate tuition and mandatory fees must be at levels less than the average resident tuition and mandatory fee rates charged at public institutions in the Big Twelve Conference. At the regional and community colleges, resident undergraduate tuition and mandatory fee rates must be at levels less than the average tuition and mandatory fee rates charged at like-type institutions in surrounding and other states. Nonresident undergraduate tuition and mandatory fee rates must be at levels less than 105 percent of the average nonresident tuition and mandatory fee rates charged at their respective peer institutions. For graduate and professional programs, resident and nonresident tuition and mandatory fee rates shall remain less than the average tuition and mandatory fee rates at like-type graduate and professional programs.

Establishment of Guaranteed Tuition Rates. House Bill 2103 passed during the 2007 legislative session authorized the State Regents to establish a guaranteed tuition rate program for first-time, full-time resident students beginning with the FY2008-09 academic year. Students will have the option to participate in the guaranteed tuition rate or the non-guaranteed tuition rate at the time of first enrollment and will be guaranteed this rate for four years, or the normal time-to-completion of the program as determined by the institution. Each institution shall provide students with the annual non-guaranteed tuition rate charged and the percentage increase that it would have to increase to equal or exceed the guaranteed tuition rate for the succeeding four years. The guaranteed rate shall not exceed 115 percent of the non-guaranteed tuition rate charged to students at the same institution.

Communication Between State Regents and Students. Staff of the State Regents for Higher Education will assist in the preparation and dissemination of guidelines for students and student groups to inform themselves about the process and issues and to provide input both at the campus level and to the State Regents for Higher Education. The State Regents for Higher Education will hold a public hearing on proposed changes in tuition and fees at least 20 days prior to the date the change

becomes effective. For changes effective for the 2021 fall semester, the hearing took place at the State Regents for Higher Education office in Oklahoma City, Oklahoma on Thursday, May 28, 2021. The State Regents for Higher Education will maintain and publish a record of testimony by students and other participants who appeared at this public hearing.

Guidelines to Institutions and Governing Boards. Each institutional request for tuition and mandatory fees should be accompanied by documentation on the following items:

- 1) Communication of the tuition and mandatory fee request to student government organizations, other student groups, and students at large;
- 2) Efforts to increase need-based financial aid proportionately to tuition and fee increases;
- 3) Analysis of the expected effect of tuition and mandatory fee increases on the ability of students to meet the cost of attendance;
- 4) Analysis of the expected effect of tuition and mandatory fee increases on enrollment;
- 5) Detailed justification for all tuition and mandatory fee increases in excess of four percent (4%); and
- 6) Dedication to cost-effectiveness in institutional operations.

Use of Revenue from Dedicated Fees. Institutions that charge students academic services fees, i.e. special fees for library materials and services, classroom and laboratory materials, technology, etc., must ensure that 1) the revenues are spent for the approved purpose of the fee and 2) that these fees must not exceed the cost of providing the service. Likewise, to the extent possible, traditional E&G support for the above and similar purposes should not be diminished as a result of student fee revenue. Requests for new fees or increases to existing fees will be thoroughly reviewed to ensure 1) that the fees are required to meet specific costs and 2) that they are not requested to obscure, in essence, a tuition increase. According to existing policy, institutions submit requests related to academic services fees to the State Regents for Higher Education by February 1 of the year prior to the effective date of the fee request.

Vice President for Business and Finance Mick Coponiti summarized the FY2021-2022 budget and answered questions from the Board.

The President recommended acceptance of the proposed FY2021-2022 budget.

On a motion from Regent Ferrell, and seconded by Regent Walker, the Board voted unanimously to approve the FY2020-2021 budget.

6. Ratification of Contract to Become Charter Sponsor of Harding Fine Arts

Academy – On April 21, 2021, members of the Academic and Administrative Affairs Committee, Science & Arts Board Chair, and Administration members met with members of the Board of Directors of Harding Fine Arts Academy to include the Harding Superintendent and Board Chair. The meeting's purpose was to discuss and resolve any questions concerning finalization of a contract establishing the University of Science and Arts of Oklahoma's sponsorship of Harding's charter status. Funds received from Harding Fine Arts Academy will be used for sponsorship responsibilities agreed to by both parties.

VP Miles also added the sponsorship could possibly allow for student teacher placement which would give access to students to talk about Science & Arts because our missions are so similar. Concurrent enrollment is another possibility for Harding Fine Arts students to get them on interested &/or on our campus.

The Harding Board ratified the document.

CHARTER SCHOOL CONTRACT

HARDING FINE ARTS ACADEMY

This Charter School Contract ("Contract") is executed by and between **The University of Science and Arts of Oklahoma**, a state institution of higher education ("Sponsor"), and **Harding Fine Arts Academy, Inc.** ("Charter School"). The comprehensive instructional program and curriculum to be provided by the Charter School are described in the Charter Application ("Application") submitted by the Charter School. The Application is attached and incorporated into this Contract.

I. GENERAL PROVISIONS

1. Authority Granted by the Contract. The Sponsor authorizes the Charter School to operate a Charter School subject to the terms of its charter ("Charter," included in the Application), the Oklahoma Charter Schools Act, 70 O.S. § 3-136 et seq., as amended ("Act"), and all applicable rules and regulations.
2. The Charter School and Sponsor shall comply with the charter requirements set forth in the Act and with all other applicable federal, state, and municipal laws and regulations. Action materially in violation of the terms of the Contract, the Charter, the Act, or applicable rules and regulations shall constitute a material violation of this Contract, and, subject to the provisions of Section V herein, will be good cause for termination of the Contract, provided that action necessary to comply with any applicable law or related state/federal regulation shall not constitute a material violation of this Contract.
3. Term of the Contract. The Contract will be effective on July 1, 2021, and shall terminate on June 30, 2026, unless terminated sooner as herein provided.

4. Neither party may assign its obligations under this Contract. The Charter School may, however, contract with individuals or entities for services necessary to fulfill its Contract and Charter obligations.
5. Renewal of the Contract. Application for renewal must be filed no later than June 30, 2025. An application for renewal may include the information requested for the original Application and any additional information reasonably requested by the Sponsor. On timely application by the Charter School, and so long as the Charter School is not in default and is in full compliance with the terms and conditions of this Contract, this Contract may be renewed for an additional five (5) year period. Sponsor shall give written notice of its intent to deny the request for renewal no later than October 31, 2025.
6. Modification of the Contract. The terms of the Contract may be revised only through the written consent of the governing bodies of the Charter School and the Sponsor and an amendment to the Contract signed by both parties.
7. The name and address of the representative authorized to act on behalf of the Charter School and Sponsor are as follows:

CHARTER SCHOOL

Name: Superintendent
Barry Schmelzenbach
Address: 3333 N. Shartel Ave.
Oklahoma City, OK 73118
Phone: (405) 702-4322
Fax: (405) 609-0904
Email: bach@hfaaokc.org

SPONSOR

Name: President
Dr. John Feaver
Address: 1727 W. Alabama Ave
Chickasha, OK 73018
Phone: (405) 574-1201
Fax: (405) 574-1220
Email: jfeaver@usao.edu

II. ADMISSION POLICIES and PROCEDURES

1. Admissions: Admission policies, operations, and practices of the Charter School shall prohibit discrimination on the basis of race, gender, gender identity, national origin, income level, ethnicity, religion, disability, aptitude, academic or athletic ability, and proficiency in the English language.
2. Enrollment: Enrollment in the Charter School shall be free and open to any student who is eligible by age or grade to enroll in the Charter School's educational program. Such enrollment shall be as equally free and open to all students as traditional public schools.
3. Capacity: The Charter School shall annually determine an enrollment capacity for each grade level to be served and establish a deadline for submission of student applications.
4. Lottery: If the number of students described above who apply for admission at any grade level exceeds the enrollment capacity of the Charter School for any grade level, then all such students shall be subject to a lottery for admission. The lottery shall comply with any approved protocols in place. If there are none, the parties shall agree upon such protocols. If Sponsor desires to do so, it may have a representative present to observe the actual selection of students under the lottery process.

III. GOVERNANCE, MANAGEMENT, and ADMINISTRATION

1. The Charter School shall have a governing body ("Board"), which shall be responsible for the policies and operational decisions of the Charter School. The majority of the Charter School's governing board members are to be residents of the state of Oklahoma and meet no less than quarterly in a public meeting within the boundaries of the school district in which the Charter School is located.

2. A list of Board members and contact information is included in the Application. The Board shall notify the Sponsor of any changes to Board membership within ten (10) business days of their taking effect and provide the Sponsor with an amended Board member list.
3. To the fullest extent allowable by applicable law, including, but not limited to the assumption of liability set forth in 70 O.S. § 3-135(6), the Charter School agrees to indemnify, defend, and hold the Sponsor and its regents, officers, employees, agents, or representatives harmless from any liability for claims, demands, or liability, including attorney fees, and related expenses, on account of injury, loss or damage, including without limitation, claims arising from bodily injury, personal injury, sickness, disease, death, property loss or damage or any other losses of any kind whatsoever and not caused by the sole and exclusive negligence of the Sponsor, which arises out of or is in any manner connected to the Charter School's operations. The foregoing provision shall not be deemed a relinquishment or waiver of any kind of governmental immunity provided under Oklahoma law.
4. The Charter School shall maintain insurance protection. The Charter School acknowledges and agrees that it has potential liability under various provisions of state and federal law. The Charter School also acknowledges that it may be sued for actions related to contracts. The Charter School has secured and will maintain throughout the term of this Contract and any extension thereof: (1) liability insurance protection for all school operations, including coverage for claims under the Oklahoma Governmental Tort Claims Act in an amount equal to or greater than the minimum liability amount set forth in said Act and shall name the Sponsor as an additional insured under this policy; (2) appropriate property and casualty insurance policies providing adequate protection of Charter School property; (3) fleet/liability insurance for any vehicle owned or operated by the Charter School in an amount equal to or greater than the amount required by law; (4) workers compensation insurance as required by law; (5) any other insurance which may now or hereafter be

required by law. The Charter School will furnish the Sponsor with a copy of any policy of insurance it maintains within five (5) days of the Sponsor's written request for the policy.

5. Charter School shall issue employment contracts as appropriate. The Charter School may not enter into an employment contract for the term of this Contract with any teachers or other personnel prior to the approval of this Contract by the Sponsor.
 - a. Charter School shall have employment contracts that reference Charter School's personnel handbook, which is provided to each teacher or other personnel prior to or at the time of signing an employment contract.
 - b. For all Charter School employees, prospective employees, and substitutes, Charter School agrees to conduct any and all background checks and/or record searches that are required of school districts under federal or state laws, rules, or regulations.
6. The Charter School shall not use Sponsor's trademarks and/or any logo of Sponsor without the express and prior written permission of Sponsor. The Sponsor shall not use Charter School's trademark and/or any logo of Charter School without the express and prior written permission of Charter School.

IV. FISCAL MANAGEMENT

1. The Charter School shall operate on a fiscal year basis. The Charter School shall utilize a fiscal year beginning July 1 and ending on the following June 30. The Charter School shall not violate the fiscal year restrictions imposed by the Oklahoma Constitution, Article 10, Section 26, and any other constitutional provisions, statutes, and cases addressing such limitations.
2. Charter School shall comply with the Oklahoma Cost Accounting System ("OCAS") method of reporting school expenditures.

3. Charter School shall provide an accounting of student attendance. Funds for Charter School are based upon statistics related to student membership, student attendance, and student characteristics; therefore, the Charter School shall keep an accurate record of student attendance in compliance with reporting requirements of the State Department of Education.
4. The Charter School shall not be involved in transactions that are in conflict of interest, as provided by applicable law.
5. The Charter School shall not commingle Charter School funds with the funds of any other person or entity. Charter School shall keep separate and distinct accounting, auditing, budgeting, reporting, and recordkeeping systems for the management and operation of the Charter School. The Sponsor and the Charter School mutually acknowledge that the Charter School may independently fundraise for private donations to support the Charter School and, in such cases, shall itemize or otherwise identify all such revenue for purposes of accounting, budgeting, reporting, and recordkeeping.
6. The Charter School shall maintain all financial records necessary to conduct an annual audit and to demonstrate compliance with this Contract and shall preserve such records for at least five (5) years.
7. If the Charter School elects to participate in the Oklahoma Teachers Retirement System (“OTRS”), the Charter School shall make timely contributions to the OTRS. The Charter School will be knowledgeable of the statutes and regulations governing the OTRS. Nothing in this section shall obligate the Charter School to assume the obligation to pay any portion of the obligation of any employee to OTRS.
8. The Charter School shall comply with federal statutes and regulations governing the payment of employer contributions to the Social Security administration, withholding of Social Security contributions for employee wages, withholding of applicable state and federal taxes, and the reporting of wages earned, and withholdings made.

9. Charter School hereby certifies that there is no pending litigation or threatened litigation at the present time that reasonably could have an adverse impact on operations of the Charter School. If at any time during the term of this Contract the Charter School is sued by any person or entity in any jurisdiction, the Charter School must immediately notify the Sponsor, in writing, of the suit and provide such information concerning the litigation as may be requested by Sponsor.
10. The Charter School shall receive funding in accordance with statutory requirements and guidelines for existing public schools as provided by the Oklahoma Charter Schools Act (70 O.S. § 3-130, et seq.) and any subsequent amendments thereto. The State Board of Education shall determine the policy and procedure for the Sponsor and Charter School to receive state funding under said Act. If state funding is first payable to the Sponsor, the Sponsor shall transfer all state funding received to Charter School in accordance with applicable law.
11. The Sponsor shall make payment of state funding to the Charter School by the second Friday after the Sponsor's receipt of any funds received on behalf of the Charter School. Further, the Sponsor reserves the right to determine the amount of estimated charter payments, if any, before the State Board of Education releases financial aid appropriations. The estimate will use the average of the first quarter and the full year ADM for the previous school year.
12. The Charter School shall pay the Sponsor three percent (3.0%) of the first five million dollars (\$5,000,000) in Foundation and Incentive Aid ("AID") provided by the State. Additionally, the Charter School shall pay two and a half percent (2.5%) on all AID above the first five million dollars (\$5,000,000), and two percent (2.0%) on all AID in excess of ten million dollars (\$10,000,000.00).
13. Sponsor shall invoice Charter School as outlined above for administrative services rendered. In exchange for the fee for administrative services rendered, Sponsor shall provide the following administrative services to the Charter School:

- a. Finance staff members to regularly process all payments between Charter School and Sponsor and review audits of the financial performance of the Charter School.
- b. Administrative and legal staff members to regularly review compliance with this Contract and all applicable laws.
- c. Other services as necessary to complete Sponsor responsibilities under the Contract and Act.

V. INSPECTIONS, AUDITS, and EVALUATIONS

1. The Charter School shall be subject to high standards of expectation and rigor as described in the Application and this Contract and shall adopt policies and measures necessary to meet these standards and the Charter School's mission, which shall be at least the same or higher academic standards as existing public schools.
2. The Charter School, to the extent possible, shall be subject to the same reporting and accreditation requirements, financial audits, audit procedures, and audit requirements as a school district. The State Department of Education, State Auditor and Inspector, the Sponsor, and relevant state and federal agencies may conduct financial, program, or compliance audits.
3. The Charter School shall participate in state testing as required by the Oklahoma School Testing Program Act and the reporting of test results as is required of a school district.
4. The academic, financial, and organizational components of the Charter School shall be annually evaluated and assessed as set forth in the charter performance framework, which is to be developed and adopted by mutual agreement between the Sponsor and the Charter School. Once adopted, the evaluation framework can only be changed by mutual agreement of both parties. The annual evaluations may result in additional oversight and corrective actions during the term of the contract. In addition, the evaluation shall be considered by the Sponsor when making decisions regarding

renewal of the Contract, along with other relevant factors, including but not limited to the length of the Contract and/or additional evidence provided by the Charter School.

5. Charter School shall have the Financial operations of the Charter School audited annually in accordance with the provisions of the Oklahoman Public School Audit Law. The Charter School shall bear any expense charged to the Charter School by the auditor when conducting an investigative audit of the Charter School.
6. The Charter School will timely provide the Sponsor with all requested documentation and data that the Sponsor is required to include in the Sponsor's report to the State Department of Education and other governmental agencies. Unless otherwise agree upon, and to avoid duplication of effort, the documentation and data requested by the Sponsor shall be provided by the Charter School in the same format as required by and submitted to state and federal agencies.
7. The Sponsor's representatives shall have the right to make periodic inspections of all aspects of the Charter School's operations. At Sponsor's sole cost, routine scheduled inspections shall take place on a quarterly basis, or more frequently if the Sponsor reasonably deems that more frequent inspections are appropriate. The Sponsor will give the Charter School written notice of at least five (5) business days in advance of a non-scheduled, non-routine inspection. The written notice shall include the specific reason that Sponsor deems it necessary to perform a non-routine inspection. The Charter School agrees to cooperate in good faith with the Sponsor's representatives charged with performing inspections. The purpose of inspections will be to ascertain that the Charter School is properly fulfilling its obligations under:
 - a. the Oklahoma Charter Schools Act;
 - b. the Charter School's mission and Charter; and/or
 - c. the terms and conditions of the Contract.

8. In the event the Sponsor's representatives determine that the Charter School is not fulfilling its obligations with respect to any of the foregoing, the Sponsor will give written notice to the Charter School specifying the matters that have resulted in the Sponsor's findings. The Charter School shall have thirty (30) calendar days to correct the noncompliance, except that as to any deficiencies which would reasonably require more than thirty (30) calendar days to correct. The Charter School shall not be in default as long as the Charter School is proceeding with due diligence and in good faith to correct the deficiencies. If the Charter School fails to correct the deficiencies within thirty (30) calendar days from the Charter Schools receipt of the Sponsors notice (or such longer time as may be permitted for deficiencies which reasonably cannot be corrected within thirty (30) calendar days under the above exemption), the Sponsor may notify the Charter School that it is in default and that the Sponsor is exercising it's right to terminate this contract.
9. The Sponsor acknowledges and agrees that in accordance with the Act the audits and reviews authorized under this section shall be restricted to the books, operations, and records of the Charter School and that the provisions hereof shall not authorize Sponsor, the State Department of Education, nor any other party or agency acting on their behalf, to audit or review the books and records of the parent corporation of Harding Fine Arts Academy, Inc., or any other affiliate.

VI. THIS AGREEMENT

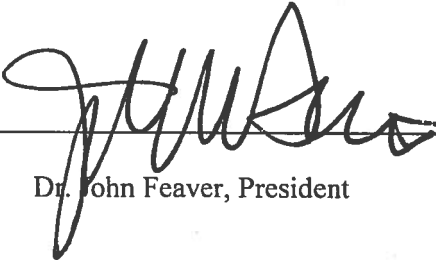
1. Entire Agreement. This Contract, including the terms incorporated by reference, contains the entire agreement of the parties. All prior representations, understandings, and decisions are merged into, superseded by, and canceled by this Contract. The parties have jointly prepared this Contract; accordingly, this Contract shall not be construed more or less favorably with respect to either party.

Contract may not be modified or amended orally, but only by an instrument in writing, duly authorized and executed by the parties to the Contract.

2. Severability. If any provision of this Contract is deemed by a court or other tribunal to be unenforceable or invalid for any reason, the remainder of the Contract shall remain in full force and effect, so as to give effect to the intent of the parties to the extent valid and enforceable.
3. No Waiver of Breach. No assent, express or implied, to any breach of any of the covenants or agreements herein shall waive any succeeding or other breach.
4. Venue. A lawsuit due to, arising under, or in connection with this Contract shall only be brought in Oklahoma County District Court. The parties hereby consent to the jurisdiction and venue of the District Court of Oklahoma County.
5. Governing Law. This Agreement will be governed by and construed in accordance with the laws of the State of Oklahoma, without giving effect to any choice of law or conflict provision or rule (whether of the state of Oklahoma or any other jurisdiction) that would cause the laws of any jurisdiction other than the state of Oklahoma to be applied.
6. Authority. The persons signing this instrument represent that they are duly authorized to execute this instrument on behalf of the respective parties and that this instrument has been duly and legally approved and adopted by the respective parties.
7. Counterparts. This agreement may be executed in any number of counterparts, each of which shall constitute one and the same instrument.

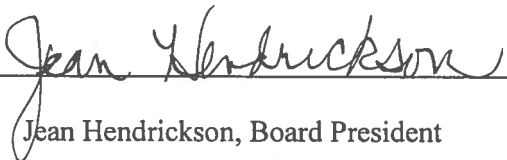
Dated this 22 day of April, 2021

The University of Science and Arts of Oklahoma

By 
Dr. John Feaver, President



Harding Fine Arts Academy, Inc.

By 
Jean Hendrickson, Board President

The President recommended that the Science & Arts Board of Regents ratify the final contract as presented.

On a motion from Regent Ming, and seconded by Regent Ferrell, the Board voted unanimously to accept the contract to sponsor Harding Fine Arts Academy.

7. Request for Approval of Proposed Curriculum Changes – The Academic and Administrative Affairs Committee met for discussion and recommendation. Vice President for Academic Affairs Donna Miles shared the listed courses will still be offered but will be offered as electives rather than required courses. No classes are being cancelled.

On a motion from Regent Walker, seconded by Regent Ming, the Board voted unanimously to approve the proposed curriculum changes.

8. Appointment of Regents Committees for FY2021-2022

President Feather indicated this was a routine action by the Board in their June meeting.

BOARD OF REGENTS COMMITTEES*
UNIVERSITY OF SCIENCE AND ARTS OF OKLAHOMA
2021-2022

Academic and Administrative Affairs Cale Walker, Chair
Chris Mosley
Vice President, Academic Affairs
Vice President, Enrollment Management

Finance and Audit Kelly Wilkerson, Chair
Diane Ming
Vice President, Business and Finance
Vice President, Enrollment Management

Housing and Physical Plant David Ferrell, Chair
Tom Cordell
Vice President, Enrollment Management
Vice President, Business and Finance
Secretary, Faculty Association

Policies and Procedures Chris Mosley, Chair
Kelly Wilkerson
Vice President, Academic Affairs
Vice President, Enrollment Management
President, Faculty Association

University Advancement

Tom Cordell, Chair
Cale Walker
Vice President, University Advancement
President, Alumni Association

Student Life

Diane Ming, Chair
David Ferrell
Dean of Students
President, Student Association
Vice President & Treasurer, Faculty
Association

***The Chair of the Board of Regents and the President of the University are ex-officio members of all committees**

On a motion from Regent Ferrell, and seconded by Regent Walker, the Board voted unanimously to approve the Regents Committees for FY2021-2022.

9. Election of Officers for FY2021-2022

In accordance with the Regents Monthly Agenda Guide, Board of Regents officers for the next fiscal year are to be elected in the June meeting. Officers for the FY2021-2022 will be: Chair, David McLaughlin, Vice Chair, Chris Mosley, and Secretary, Cale Walker.

On a motion from Regent Walker, and seconded by Regent Ferrell, the Board voted unanimously to approve the elected officers for FY2021-2022.

10. Authorization for Regents Committees to Act on Behalf of Board

The Science & Arts Board of Regents normally does not meet again until September. In the interim and if a matter of extreme importance should arise, the Chairman could authorize a special meeting of the Board. For unforeseen but necessary routine items that require Regents' action, it is recommended that the Regents' committees be authorized to act on behalf of the Board with their action ratified in the September meeting.

On a motion from Regent Ferrell, and seconded by Regent Mosley, the Board voted unanimously to approve the authorization for Regents Committees to act on behalf of the Board.

11. President's Report

- a. Admissions and Recruitment— Dean of Admissions and Recruitment, Sheppard McConnell reported the following:
 - Fall 2021 First-Time Students- both admitted and enrolled are up from 2019 and 2020
 - Fall 2021 Transfer/Returning Student- admitted is up from both 2019- and 2020, enrolled is down slightly from both 2019 and 2020

- Fall 2021 All Entering Students- admitted is up from both 2019 and 2020, enrolled is down from 2019, but up from 2020
- Yield Goals for 2021- First-Time, 32%; Transfer/Recruiting, 66%; Total, 38%
- Number Goals for 2021- First-Time, 190-200; Transfer/Recruiting, 75-85; Total, 265-285
- Observations- 2021 has surpassed 2019 and 2020 in admitted students; 2021 has surpassed 2019 and 2020 in first-time enrolled students; transfers are a bit behind

These numbers are based on today's calculations compared to numbers from the 2019 and 2020 Census reporting numbers.

b. Foundation and Development—

Vice President for Development JP Audas reported the following on fundraising:

- New Contributions from Masonic Charities of Oklahoma, programs that bridge the gap between students and faculty; Dr. Krista Jones, to help renovate music practice rooms in Davis Hall. One music room will be named in honor of Mo Anderson; Sarkeys Foundation, gift to Neill-Wint Center for Neurodiversity peer mentor program; Mr. George Records, gift to support the President's discretionary fund, and Caroline & Guy Patton, a second tennis court gift for two parking lots, landscaping, seating and outdoor furniture
- New Major Gift from 1984 Science & Arts alum, Mr. Bobby Riley, CEO of Riley Permian, gift for renovating the Davis Hall amphitheater.
- Possible Gift- Chickasaw Nation, seeking funding for renovation of Te Ata Auditorium
- Drover Athletics- Cornerstone Community Partners, seek support from businesses. They would make a contribution once and it would then be renewed each year for a 3-year term. They would get top billing for various events. Regent Wilkerson and husband Brad along with Chicken Express have become Cornerstone Community Partners.

Vice President for Advancement Sid Hudson provided an update on various projects. The music rooms should be finished next week and ready for OSAI. The baseball complex is basically complete. The softball complex is nearing completion. The ArtWrecker (late summer) is on schedule as well as the Habitat (August 2021). Weather has slowed the Habitat project a bit.

c. Implementation of Marketing Plan –Director of Communications and Marketing Amy Goddard gave an update on the newly implemented marketing plan. The

rebranding campaign kicked off in April. Since then, the feedback received has been positive. Web traffic has increased by 62% and a 70% increase in new users to the website compared to same month last year. Video ads were also run in May, 46% of those who received the video played the video. The YouTube ads view rate was 44% over the entire state. The local radio stations and billboards are running rotating ads. The student-centered side “Do Different” is scheduled to launch the end of June. This summer the campus signage will begin to be changed out to begin emphasizing “Science and Arts. More data will be available as we get deeper into the campaign.

- d. OAI/ Oklahoma Summer Arts Institute –Special Assistant to the President Cathy Perri reported on the Oklahoma Summer Arts Institute being held on campus next month. An OAI group was on campus earlier in the week to look at various spaces and their uses. Faculty will be moving in on July 9 and students will arrive on July 10 and leave July 25. Some important dates: July 10 students arrive. Would like to invite any interested in attending on July 10, more information will be shared when it becomes available. There will also be a VIP night held in the Ballroom and your attendance would be appreciated at this event as well. Ms. Perri will be reaching out to the Chickasha Chamber president to offer other community members an opportunity to help on welcoming day to make the arts institute students feel welcome.
- e. Inter-institution collaborations –Vice President for Academic Affairs Donna Miles shared on collaborations with two different institutions. Tulsa Community College has a two-year deaf education program and would like to work with us to allow their students to graduate with a bachelor’s degree. The MOU for this is currently being reviewed. The second collaboration is with Cameron University. It initially started with a minor in computer science. We offer a minor but have not had the ability offer students courses needed to complete the minor. The collaboration with Cameron will allow them to take courses at both institutions to complete a minor as well as the prospect of acquiring a computer science major from Cameron. Discussion has also included offering an MBA through Cameron. Both the computer science and MBA collaborative programs are ready for students to enroll. Discussions on offering an M.Ed. has also attracted interest on our campus. The master’s programs are five-year programs (4+1), a student can work both on their undergraduate degree while earning credit towards their master’s degree.

We also have transfer agreements with Redlands and Oklahoma City Community College.

- f. News from the Athletic Front –Vice President Hudson reported on athletic highlights. Due to the pandemic, several sports were moved to the spring term.
 - Baseball- fifth consecutive national tournament, even though they were defeated in the regionals they had another really good year. Won their third SAC tournament which qualified them for nationals, three players received All-American honors, all three have signed professional contracts in an independent league. Coach Mike Ross received his

fourth consecutive Coach of the Year. Assistant Coach Tyle Hankins will be coaching in the Cape Cod League this summer.

- Softball- third consecutive 40-win season; hosted a regional; two All-American honors; Emily Cerny second NAIA Pitcher of the Year, 110-17 career, 1038 strikeouts, with one more year to play. The regional tournament received great local support and NAIA officials noted this was the best regional run in the country and we would be hosting more even if we don't qualify. Most consecutive wins in collegiate softball during a season, 58.
- Soccer- women made their sixth consecutive conference championship game. One All-American (third time). Men lost in the semi-finals.
- Golf- men's golf finished fifth in the conference, just missed getting into the national tournament. Both of the women's players finished in the top 25. Recruiting some good players for next year.
- Track and Field- five All-American honors, national runner up in 400-meter hurdles, 4x4 relay team finished fifth. Overall finished 21st in the country.

All teams were successful academically this year.

- g. The "Coursera" initiative –Vice President Miles provided information on this online learning platform. It teaches in demand skills and offers micro credentials. Students are able to take courses we don't or can't offer, courses can also be offered to the community for new job training, ready skills, hands on projects, etc. The Oklahoma State Regents for Higher Education being involved will assist with the program being more affordable for all Oklahoma institutions. Graduates would be able to take their degree along with micro credentials into the work force.
- h. State and Federal funding –this item was covered during the discussion regarding the FY2021-2022 budget. Federal support has allowed us to recover some lost revenue.
- i. Summer Session and Campus Protocols –Vice President for Student Success and Human Resources Monica Trevino reported for the fall the group is focusing on an incentive program for faculty, staff and students as it relates to vaccinations. The mask mandate has been lifted, social distancing has been reduced to three feet in the classroom, most everything is back to normal. Facility requests are starting to come in for the fall. Students are being encouraged to get vaccinated. There are still some rooms being reserved for quarantine if needed.
- j. Other –Nothing further

12. Remarks from Representatives to the Board

- a. Staff Association –Remarks were submitted by Staff Association President, Dwight Yokum.

13. Time and Place of Next Meeting – The next meeting will be held Wednesday, September 8, 2021 at 1:30 p.m. on the Science & Arts Campus.

14. Consideration of “any matter not known about which could not have been reasonably foreseen prior to the time of posting of the agenda” – None.

15. Executive Session – Vice Chairman McLaughlin asked for a motion to move the meeting into executive session. On a motion from Regent Ming, seconded by Regent Mosley, the Board voted unanimously to move into Executive Session at 3:08pm in order to address the remaining agenda item.

a. Recommendations for Faculty and Staff Salaries for FY2021 – 2022

16. Return to Open Session – Vice Chairman McLaughlin asked for a motion to move the meeting into open session. On a motion from Regent Mosley, seconded by Regent Ming, the Board voted unanimously to return to open session at 3:25pm.

a. Action Recommendations for Faculty and Staff Salaries for FY2021 – 2022

On a motion from Regent Walker and seconded by Regent Mosley, the Board voted unanimously to approve the recommendations for faculty and staff salaries for the upcoming year.

17. Adjournment – On a motion from Regent Mosley, seconded by Regent Walker, the Board voted unanimously to adjourn. Vice Chairman McLaughlin declared the Board meeting adjourned at 3:29p.m.

Advance public notice of this meeting was properly filed and displayed in compliance with Title 25, O.S. 1981, Section 311.