

A bill for an act
relating to higher education; amending postsecondary education provisions;
appropriating money; requiring a report; amending Minnesota Statutes 2010,
section 136A.121, subdivision 6.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

Section 1. **SUMMARY OF APPROPRIATIONS.**

Subdivision 1. Summary By Fund. The amounts shown in this subdivision
summarize direct appropriations, by fund, made in this article.

SUMMARY BY FUND				
		2012	2013	Total
General	\$	,000	\$000	\$000
Health Care Access		,000	000	000
State Government Special				
Revenue		..,000	..,000	,000
Total	\$	,000	\$000	\$000

Subd. 2. Summary By Agency - All Funds. The amounts shown in this subdivision
summarize direct appropriations, by agency, made in this article.

SUMMARY BY AGENCY - ALL FUNDS				
		2012	2013	Total
Minnesota Office of Higher				
Education	\$	,000	\$000	\$000
Mayo Medical Foundation		,000	000	000
Board of Trustees of the				
Minnesota State Colleges and				
Universities		,000	000	,000

2.1	<u>Board of Regents of the</u>			
2.2	<u>University of Minnesota</u>	<u>.....,000</u>	<u>.....,000</u>	<u>.....,000</u>
2.3	<u>Total</u>	<u>\$000</u>	<u>\$000</u>	<u>.....,000</u>

2.4 Sec. 2. **HIGHER EDUCATION APPROPRIATIONS.**

2.5 The sums shown in the columns marked "Appropriations" are appropriated to the
2.6 agencies and for the purposes specified in this article. The appropriations are from the
2.7 general fund, or another named fund, and are available for the fiscal years indicated
2.8 for each purpose. The figures "2012" and "2013" used in this article mean that the
2.9 appropriations listed under them are available for the fiscal year ending June 30, 2012, or
2.10 June 30, 2013, respectively. "The first year" is fiscal year 2012. "The second year" is fiscal
2.11 year 2013. "The biennium" is fiscal years 2012 and 2013.

2.12		<u>APPROPRIATIONS</u>	
2.13		<u>Available for the Year</u>	
2.14		<u>Ending June 30</u>	
2.15		<u>2012</u>	<u>2013</u>

2.16 Sec. 3. **MINNESOTA OFFICE OF HIGHER**
2.17 **EDUCATION**

2.18	<u>Subdivision 1. Total Appropriation</u>	<u>\$000</u>	<u>\$000</u>
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2.19 The amounts that may be spent for each
2.20 purpose are specified in the following
2.21 subdivisions.

2.22	<u>Subd. 2. State Grants</u>	<u>.....,000</u>	<u>.....,000</u>
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2.23 If the appropriation in this subdivision for
2.24 either year is insufficient, the appropriation
2.25 for the other year is available for it.

2.26 For the biennium, the tuition maximum is
2.27 \$..... in each year for students in four-year
2.28 programs, and \$..... for students in two-year
2.29 programs.

2.30 This appropriation sets the living and
2.31 miscellaneous expense allowance at \$.....
2.32 each year.

2.33	<u>Subd. 3. Safety Officers' Survivors</u>	<u>...,000</u>	<u>...,000</u>
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H.F. No. 1101, as introduced - 87th Legislative Session (2011-2012) [11-2561]

3.1	<u>This appropriation is to provide educational</u>		
3.2	<u>benefits under Minnesota Statutes, section</u>		
3.3	<u>299A.45, to eligible dependent children and</u>		
3.4	<u>to the spouses of public safety officers killed</u>		
3.5	<u>in the line of duty.</u>		
3.6	<u>If the appropriation in this subdivision for</u>		
3.7	<u>either year is insufficient, the appropriation</u>		
3.8	<u>for the other year is available for it.</u>		
3.9	<u>Subd. 4. Child Care Grants</u>	<u>.....,000</u>	<u>.....,000</u>
3.10	<u>Subd. 5. State Work-Study</u>	<u>.....,000</u>	<u>.....,000</u>
3.11	<u>Subd. 6. Achieve Scholarship Program</u>	<u>.....,000</u>	<u>.....,000</u>
3.12	<u>For scholarships under Minnesota Statutes,</u>		
3.13	<u>section 136A.127.</u>		
3.14	<u>Subd. 7. Indian Scholarships</u>	<u>.....,000</u>	<u>.....,000</u>
3.15	<u>Subd. 8. Intervention for College Attendance</u>		
3.16	<u>Program Grants</u>	<u>....,000</u>	<u>....,000</u>
3.17	<u>For grants under Minnesota Statutes, section</u>		
3.18	<u>136A.861. Up to \$..... of this appropriation</u>		
3.19	<u>each year may be used for administrative</u>		
3.20	<u>expenses.</u>		
3.21	<u>Subd. 9. Midwest Higher Education Compact</u>	<u>...000</u>	<u>...000</u>
3.22	<u>Subd. 10. Interstate Tuition Reciprocity</u>	<u>.....,000</u>	<u>.....,000</u>
3.23	<u>If the appropriation in this subdivision for</u>		
3.24	<u>either year is insufficient, the appropriation</u>		
3.25	<u>for the other year is available to meet</u>		
3.26	<u>reciprocity contract obligations.</u>		
3.27	<u>Subd. 11. Minnesota College Savings Plan</u>	<u>....,000</u>	<u>....,000</u>
3.28	<u>Subd. 12. MnLINK Gateway and Minitex</u>	<u>.....,000</u>	<u>.....,000</u>
3.29	<u>Subd. 13. Other Programs</u>	<u>....,000</u>	<u>....,000</u>
3.30	<u>Subd. 14. Agency Administration</u>	<u>.....,000</u>	<u>.....,000</u>
3.31	<u>Subd. 15. Balances Forward</u>		

5.1	<u>The amounts that may be spent for each</u>		
5.2	<u>purpose are specified in the following</u>		
5.3	<u>subdivisions.</u>		
5.4	<u>Subd. 2. Central Office and Shared Services</u>		
5.5	<u>Unit</u>	<u>.....000</u>	<u>.....000</u>
5.6	<u>For the Office of the Chancellor and the</u>		
5.7	<u>Shared Services Division.</u>		
5.8	<u>Subd. 3. Operations and Maintenance</u>	<u>.....000</u>	<u>.....000</u>
5.9	<u>\$40,000 each year is for the Cook County</u>		
5.10	<u>Higher Education Board to provide</u>		
5.11	<u>educational programs and academic support</u>		
5.12	<u>services.</u>		
5.13	<u>One percent of the appropriation in this</u>		
5.14	<u>subdivision is available after the board</u>		
5.15	<u>demonstrates to the commissioner of</u>		
5.16	<u>management and budget that the Minnesota</u>		
5.17	<u>State Colleges and Universities system has</u>		
5.18	<u>achieved at least three of the following five</u>		
5.19	<u>goals:</u>		
5.20	<u>(1) increase by at least three percent,</u>		
5.21	<u>compared to fiscal year 2009, the number of</u>		
5.22	<u>students who take college level courses in</u>		
5.23	<u>science, technology, engineering, and math;</u>		
5.24	<u>(2) increase by at least two percent, compared</u>		
5.25	<u>to fiscal year 2009, enrollment in courses</u>		
5.26	<u>at the four existing center of excellence</u>		
5.27	<u>programs;</u>		
5.28	<u>(3) increase by at least 700, compared to</u>		
5.29	<u>fiscal year 2009, the number of students</u>		
5.30	<u>trained on the use of electronic medical</u>		
5.31	<u>record technology;</u>		
5.32	<u>(4) increase by at least ten percent, compared</u>		
5.33	<u>to fiscal year 2009, the number of students</u>		

6.1 taking online courses or the number of online
6.2 courses offered; and
6.3 (5) expand by at least ten percent, compared
6.4 to calendar year 2010, the use of "awards of
6.5 excellence" or other initiatives that reward
6.6 member institutions, faculty, administrators,
6.7 or staff for innovations designed to advance
6.8 excellence and efficiency.

6.9 By October 1, 2011, the Board of Trustees
6.10 and the Office of Higher Education must
6.11 agree on specific numerical indicators and
6.12 definitions for each of the five goals that will
6.13 be used to demonstrate the Minnesota State
6.14 Colleges and Universities' attainment of each
6.15 goal.

6.16 On or before April 1, 2012, the Board
6.17 of Trustees must report to the legislative
6.18 committees with primary jurisdiction over
6.19 higher education finance and policy the
6.20 progress of the Minnesota State Colleges and
6.21 Universities toward attaining the goals.

6.22 Subd. 4. **Learning Network of Minnesota**,000,000

6.23 Subd. 5. **Education Priorities**

6.24 The Board of Trustees, in fulfilling the
6.25 requirements of Minnesota Statutes, section
6.26 136F.06, by making reductions, approving
6.27 programs of study, establishing requirements
6.28 for completion of programs, and approving
6.29 course offerings and requirements for
6.30 credentials, must place the highest priority on
6.31 meeting the needs of Minnesota employers
6.32 for a skilled workforce. The board must
6.33 focus on the efficient delivery of higher
6.34 education, eliminate duplication throughout
6.35 the system, and streamline the operation

8.1 awarded in science, technology, engineering,
8.2 mathematics, and health sciences disciplines;
8.3 (4) increase by at least five percent, compared
8.4 to fiscal year 2009, the amount of financial
8.5 support from key funding sources for
8.6 renewable energy research; and
8.7 (5) increase and improve interaction and
8.8 research activity beneficial to business and
8.9 industry.

8.10 By October 1, 2011, the Board of Regents
8.11 and the Office of Higher Education must
8.12 agree on specific numerical indicators and
8.13 definitions for each of the five goals that will
8.14 be used to demonstrate the University of
8.15 Minnesota's attainment of each goal.

8.16 On or before April 1, 2012, the Board
8.17 of Regents must report to the legislative
8.18 committees with primary jurisdiction over
8.19 higher education finance and policy the
8.20 progress of the University of Minnesota
8.21 toward attaining the goals.

8.22 Subd. 3. **Education Priorities**

8.23 The Board of Regents, in fulfilling
8.24 their governance responsibilities for
8.25 the University of Minnesota by making
8.26 reductions, approving programs of study,
8.27 establishing requirements for completion of
8.28 programs, approving course offerings and
8.29 requirements for credentials, and authorizing
8.30 and funding research are encouraged to place
8.31 the highest priority on meeting the needs of
8.32 Minnesota employers for a skilled workforce.
8.33 The board must focus on the efficient delivery
8.34 of higher education, eliminate duplication
8.35 and redundancy, streamline administration,

9.1	<u>and focus on providing an education that</u>		
9.2	<u>prepares students for the workforce needs of</u>		
9.3	<u>Minnesota.</u>		
9.4	<u>Subd. 4. Primary Care Education Initiatives</u>	<u>.....,000</u>	<u>.....,000</u>
9.5	<u>This appropriation is from the health care</u>		
9.6	<u>access fund.</u>		
9.7	<u>Subd. 5. Special Appropriations</u>		
9.8	<u>(a) Agriculture and Extension Service</u>	<u>.....,000</u>	<u>.....,000</u>
9.9	<u>For the Agricultural Experiment Station and</u>		
9.10	<u>the Minnesota Extension Service.</u>		
9.11	<u>(b) Health Sciences</u>	<u>.....,000</u>	<u>.....,000</u>
9.12	<u>\$..... each year is to support up to 12 resident</u>		
9.13	<u>physicians in the St. Cloud Hospital family</u>		
9.14	<u>practice residency program. The program</u>		
9.15	<u>must prepare doctors to practice primary care</u>		
9.16	<u>medicine in the rural areas of the state. The</u>		
9.17	<u>legislature intends this program to improve</u>		
9.18	<u>health care in rural communities, provide</u>		
9.19	<u>affordable access to appropriate medical</u>		
9.20	<u>care, and manage the treatment of patients in</u>		
9.21	<u>a more cost-effective manner.</u>		
9.22	<u>The remainder of this appropriation is for</u>		
9.23	<u>the rural physicians associates program, the</u>		
9.24	<u>Veterinary Diagnostic Laboratory, health</u>		
9.25	<u>sciences research, dental care, and the</u>		
9.26	<u>Biomedical Engineering Center.</u>		
9.27	<u>(c) Institute of Technology</u>	<u>.....,000</u>	<u>.....,000</u>
9.28	<u>For the Geological Survey and the talented</u>		
9.29	<u>youth mathematics program.</u>		
9.30	<u>(d) System Special</u>	<u>.....,000</u>	<u>.....,000</u>
9.31	<u>For general research, industrial relations</u>		
9.32	<u>education, Natural Resources Research</u>		
9.33	<u>Institute, Center for Urban and Regional</u>		

10.1	<u>Affairs, and the Bell Museum of Natural</u>		
10.2	<u>History.</u>		
10.3	<u>(e) University of Minnesota and Mayo</u>		
10.4	<u>Foundation Partnership</u>	<u>.....,000</u>	<u>.....,000</u>
10.5	<u>For the direct and indirect expenses of the</u>		
10.6	<u>collaborative research partnership between</u>		
10.7	<u>the University of Minnesota and the Mayo</u>		
10.8	<u>Foundation for research in biotechnology</u>		
10.9	<u>and medical genomics. This appropriation</u>		
10.10	<u>is available until expended. All parties to</u>		
10.11	<u>the partnership and chairs of the senate</u>		
10.12	<u>and house of representatives committees</u>		
10.13	<u>responsible for higher education finance</u>		
10.14	<u>must be consulted before the Board of</u>		
10.15	<u>Regents reduces the amount allocated to the</u>		
10.16	<u>partnership under this paragraph during the</u>		
10.17	<u>biennium ending June 30, 2013. An annual</u>		
10.18	<u>report on the expenditure of these funds must</u>		
10.19	<u>be submitted to the governor and the chairs</u>		
10.20	<u>of the senate and house of representatives</u>		
10.21	<u>committees responsible for higher education</u>		
10.22	<u>and economic development by June 30 of</u>		
10.23	<u>each fiscal year.</u>		
10.24	<u>Subd. 6. Academic Health Center</u>		
10.25	<u>The appropriation for Academic Health</u>		
10.26	<u>Center funding under Minnesota Statutes,</u>		
10.27	<u>section 297F.10, is \$22,250,000 each year.</u>		
10.28	<u>Sec. 6. MAYO MEDICAL FOUNDATION</u>		
10.29	<u>Subdivision 1. Total Appropriation</u>	<u>\$,000</u>	<u>\$,000</u>
10.30	<u>The amounts that may be spent for each</u>		
10.31	<u>purpose are specified in the following</u>		
10.32	<u>subdivisions.</u>		
10.33	<u>Subd. 2. Medical School</u>	<u>....,000</u>	<u>....,000</u>

H.F. No. 1101, as introduced - 87th Legislative Session (2011-2012) [11-2561]

11.1 The state of Minnesota must pay a capitation
11.2 each year for each student who is a resident
11.3 of Minnesota. The appropriation may be
11.4 transferred between years of the biennium to
11.5 accommodate enrollment fluctuations.

11.6 It is intended that during the biennium the
11.7 Mayo Clinic use the capitation money to
11.8 increase the number of doctors practicing in
11.9 rural areas in need of doctors.

11.10 **Subd. 3. Family Practice and Graduate**
11.11 **Residency Program**

...,000

...,000

11.12 The state of Minnesota must pay stipend
11.13 support for up to 27 residents each year.

11.14 Sec. 7. Minnesota Statutes 2010, section 136A.121, subdivision 6, is amended to read:

Subd. 6. **Cost of attendance.** (a) The recognized cost of attendance consists of (1)
allowances specified in law for living and miscellaneous expenses, and (2) for two-year
programs, an allowance for tuition and fees equal to the lesser of the average tuition
and fees charged by the institution, for four-year programs, the highest average tuition
and fees charged by a Minnesota public university, or for any program the tuition and
fee maximums established in law.

11.21 (b) For a student registering for less than full time, the office shall prorate the cost of
11.22 attendance to the actual number of credits for which the student is enrolled.

11.23 (c) The recognized cost of attendance for a student who is confined to a Minnesota
11.24 correctional institution shall consist of the tuition and fee component in paragraph (a),
11.25 with no allowance for living and miscellaneous expenses.

11.26 (d) For the purpose of this subdivision, "fees" include only those fees that are
11.27 mandatory and charged to full-time resident students attending the institution. Fees do
11.28 not include charges for tools, equipment, computers, or other similar materials where the
11.29 student retains ownership. Fees include charges for these materials if the institution retains
11.30 ownership. Fees do not include optional or punitive fees.