

**STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
Budget and Finance Committee
October 30, 2019**

SUBJECT: Performance-Based Funding Study

PROPOSED BOARD ACTION

Approve the Performance-Based Funding Study due to the Legislature by December 1, 2019.

AUTHORITY FOR BOARD OF GOVERNORS ACTION

Article IX, Section 7, Florida Constitution; Chapter No. 2018-4, Laws of Florida

BACKGROUND INFORMATION

The 2019 Legislature approved proviso requiring the Board of Governors to submit recommendations for future implementation of separate and distinct performance-based funding models.

From the funds provided in Specific Appropriations 160 through 167, the Board of Governors, in consultation with the state universities, shall develop recommendations for future implementation of separate and distinct performance-based funding models with benchmarks and metrics for (1) preeminent universities, (2) emerging preeminent universities, (3) regional universities, and (4) mission-specific universities. The model should recognize each university's continuous improvement and achievement of institutional and national excellence. The Board of Governors shall submit a report to the Governor, the President of the Senate, and the Speaker of the House of Representatives by December 1, 2019. The implementation of any recommendations shall not occur unless affirmatively enacted by the Legislature.

Board staff met with university staff on two separate occasions to discuss and receive input on the proviso. The Board, at the August 29, 2019, meeting, discussed the Pillars of Excellence Legislative Budget Request that focuses on three funding models: Performance-Based Funding, Preeminence/National Rankings, and Universities of Distinction. The attached report outlines the Pillars of Excellence concept that focuses on three distinct models with metrics.

Supporting Documentation Included: Performance-Based Funding Study