

**STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
Budget and Finance Committee
November 5, 2020**

SUBJECT: Performance-Based Funding Model

PROPOSED COMMITTEE ACTION

Consider changes to the performance-based funding model.

AUTHORITY FOR BOARD OF GOVERNORS ACTION

Article IX, Section 7, Florida Constitution

BACKGROUND INFORMATION

During the September 16 Committee meeting, discussion was held on the following potential changes to the performance-based funding model:

1. Senate Bill 72 added two new metrics that must be implemented:
 - a. Two-year graduation rate for associate in arts transfer students.
 - b. Six-year graduation rate for students who are awarded a Pell Grant in their first year.

2. The 2025 Strategic Plan was updated during the Fall of 2019 and two changes potentially impact metrics:
 - a. Metric 1 – Percent of Bachelor’s Graduates Employed (\$25,000+) and/or Continuing their Education Further One Year after Graduation. The Strategic Plan Goal increased the wage threshold to \$30,000+ with a goal of 80%.
 - b. Metric 4 – Four-Year Graduation Rate. The Strategic Plan Goal increased from 50% to 65%.

Based on the discussion, it is recommended that the total points possible remain at 100. Thus, it is recommended that Metric 9 – Board of Governors Choice, be replaced with the two new metrics from Senate Bill 72. Each of the new metrics would be worth five points. It is also recommended that changes to Metric 1 and Metric 4 be deferred for at least one year due to potential impacts of data from the pandemic and the inclusion of two new metrics.

Supporting Documentation Included: Discussion Document

Facilitators/Presenters: Mr. Tim Jones