## A Society of Learning:

# A Vision for the Future of the Public University

In the New Millennium

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University of Wisconsin Madison, Wisconsin November 30, 2000 As we prepare to enter the new millennium, it is appropriate that we consider the future of one of society's most enduring institutions, the university. The university remains one of the most extraordinary and important social institutions of our civilization. For a thousand years, it has not only served as a custodian and conveyor of knowledge, wisdom, and values, but it has transformed the very society it serves, even as social forces have transformed it in turn. Yet, during most periods, change in the university has proceeded in slow, linear, incremental steps—improving, expanding, contracting, and reforming without altering our fundamental institutional mission, approach, or structure. The old saying that progress in a university occurs one grave at a time is sometimes not far off the mark. Today, however, we do not have the luxury of continuing at this leisurely pace, nor can we confine the scope of changes under way. We are witnessing a significant paradigm shift in the very nature of the learning and scholarship, both in America and worldwide, which will demand substantial rethinking and reworking on the part of our institutions.

Perhaps the unique characteristic of higher education in America has been the strong bond between the university and society. Historically our institutions have been shaped by, drawn their agenda from, and been responsible to the communities that founded them. Each generation has established a <u>social contract</u> between the university and the society it serves.<sup>1</sup>

Early in our nation's history, the Federal Ordinance of 1785 defined the public role of the university in sustaining a young democracy. A century later, the land-grant acts (i.e., the Morrill Act of 1862, the Hatch Act of 1887, and the Smith-Lever Act of 1914) stimulated the states to create public universities to broaden educational opportunities to include the working class, help develop the vast natural resources of the nation through programs such as agricultural extension and engineering experiment stations, and make public service and engagement key features of their academic programs. As President Charles Van Hise of the University of Wisconsin put it during the early days of the land-grant university, "The boundaries of the University campus are the boundaries of the state."<sup>2</sup>

In the decades following World War II, the federal government extended this social contract to broaden the opportunities for a college education through a series of actions such as the GI Bill, the Higher Education Acts, and federal financial aid programs such as the Pell Grants. During this period higher education expanded from its traditional role of educating the elite for leadership roles to providing mass education. Yet another form of social contract evolved in the post-war years to address the research needs of the nation through a partnership where the federal government supported faculty investigators to engage in research of their own choosing in the expectation that significant benefits would accrue to American society in the forms of military security, public health, and economic prosperity.

As we enter the new millennium, there is an increasing sense that the social contract between the public university and American society may need to be reconsidered and perhaps even renegotiated once again.<sup>3</sup> The university's multiple stakeholders have expanded and diversified in both number and interest, drifting apart without adequate means to communicate and reach agreement on priorities. Public higher education must compete with an increasingly complex and compelling array of other social priorities for limited public funding. Both the public and its elected leaders today view the market as a more effective determinant of social investment than government policy. Perhaps most significant of all, the educational needs of our increasingly knowledge-intensive society are both changing and intensifying rapidly, and this will require a rethinking of appropriate character and role of higher education in the 21<sup>st</sup> Century.

#### A Changing World

Today we are evolving rapidly—decade by decade, even year by year—into a post-industrial, knowledge-based society, a shift in culture and technology as profound as the transformation that took place a century ago as an agrarian America evolved into an industrial nation.<sup>4</sup> Industrial production is steadily shifting from material- and labor-intensive products and processes to knowledge-intensive products. A radically new system for creating wealth has evolved that depends upon the creation and application of new knowledge.

In a very real sense, we are entering a new age, an <u>age of knowledge</u>, in which the key strategic resource necessary for prosperity has become knowledge itself, that is, educated people and their ideas.<sup>5</sup> Unlike natural resources such iron and oil that have driven earlier economic transformations, knowledge is inexhaustible. The more it is used, the more it multiplies and expands. But knowledge is not available to all. It can be absorbed and applied only by the educated mind. Hence as our society becomes ever more knowledge-intensive, it becomes ever more dependent upon those social institutions such as the university that create knowledge, that educate people, and that provide them with knowledge and learning resources throughout their lives.<sup>6</sup>

Our rapid evolution into a knowledge-based society has been driven in part by the emergence of powerful new information technologies such as computers,

telecommunications, and high-speed networks. Modern digital technologies have vastly increased our capacity to know and to do things and to communicate and collaborate with others. They allow us to transmit information quickly and widely, linking distant places and diverse areas of endeavor in productive new ways. This technology allows us to form and sustain communities for work, play, and learning in ways unimaginable just a decade ago. Of course, our nation has been through other periods of dramatic technology-driven change, but never before have we experienced a technology that has evolved so rapidly, increasing in power by a hundred-fold every decade, obliterating the constraints of space and time, and reshaping the way we communicate, think, and learn.

Furthermore, whether through travel and communication, through the arts and culture, or through the internationalization of commerce, capital, and labor, the United States is becoming increasingly linked with the global community. The world and our place in it have changed. A truly domestic United States economy has ceased to exist. It is no longer relevant to speak of the health of regional economies or the competitiveness of American industry, because we are no longer self-sufficient or self-sustaining. Our economy and many of our companies are truly international and are intensely interdependent with other nations and other peoples.<sup>7</sup>

This internationalization also continues to take place within our borders, as we are nourished and revitalized by wave after wave of immigrants who bring unbounded energy, hope, and faith in the American dream. Today, America is evolving into a "world nation" not only in terms of its economic and political ties, but also in terms of the ethnic ties many of our citizens share with parts of the globe. From this perspective, it becomes clear that understanding cultures other than our own has become necessary, not only for personal enrichment and good citizenship, but for our very survival as a nation. The contemporary American university is already well-positioned as a truly international institution. It not only reflects a strong international character among its students, faculty, and academic programs, but it also stands at the center of a world system of learning and scholarship.

But here as well the university has yet to tap its own full potential. Despite the intellectual richness of our campuses, we still suffer from the inherited insularity and ethnocentrism of a country that for much of its history has been protected from the rest of the world and self-sufficient in its economy—perhaps even self-absorbed. We must enable our students to appreciate the unique contributions to human culture that come to us from other traditions—to communicate, to work, to live, and to thrive in multicultural settings whether in this country or anywhere on the face of globe.

The increasing diversity of the American work-force with respect to race, ethnicity, gender and nationality presents a similar challenge. Women, minorities, and immigrants now account for roughly 85 percent of the growth in the labor force, currently representing 60 percent of all of our nation's workers. The full participation of currently underrepresented minorities and women is crucial to our commitment to equity and social justice, as well as to the future strength and prosperity of America. Our nation cannot afford to waste the human talent, the cultural and social richness, represented by those currently underrepresented in our society. If we do not create a nation that mobilizes the talents of all our citizens, we are destined to play a diminished role in the global community and will in all likelihood see an increase in social turbulence. Most tragically, we will have failed to fulfill the promise of democracy upon which this nation was founded.

The growing pluralism of our society is one of our greatest challenges as a nation. The challenge of increasing diversity is complicated by social and economic factors. Far from evolving toward one America, our society continues to be hindered by the segregation and nonassimilation of minority cultures. Both the courts and legislative bodies are now challenging long-accepted programs such as affirmative action and equal opportunity. Our social pluralism is among our most important opportunities, because it gives us an extraordinary vitality and energy as a people. As both a leader of society at large and a reflection of that society, the university has a unique responsibility to develop effective models of multicultural, pluralistic communities for our nation. We must strive to achieve new levels of understanding, tolerance, and mutual fulfillment for peoples of diverse racial and cultural backgrounds both on our campuses and beyond. But it has also become increasingly clear that we must do so within a new political context that will require new policies and practices.

## The Implications for Higher Education

A century ago, a high school diploma was viewed as a ticket to a well paying job and a meaningful life. Today, a college degree has become a necessity for most careers, and graduate education desirable for an increasing number. A growing population will necessitate some growth in higher education to accommodate the projected increases in the number of traditional college age students. But even more growth and adaptation will be needed to respond to the educational needs of adults as they seek to adapt to the needs of the high performance workplace. Some estimate this adult need for higher education will become far larger than that represented by traditional 18 to 22 year old students.<sup>8</sup> Furthermore, such educational needs will be magnified many times on a global scale, posing both a significant opportunity and major responsibility to American higher education.<sup>9</sup> We can well make the case that it has become the responsibility of democratic societies to provide their citizens with the education and training they need throughout their lives, whenever, wherever, and however they desire it, at high quality and at a cost they can afford. Yet there is growing concern about whether our existing institutions have the capacity to serve these changing and growing social needs—indeed, even whether they will be able to survive in the face of the extraordinary changes occurring in our world.

Both young, digital-media savvy students and adult learners will likely demand a major shift in educational methods, away from passive classroom courses packaged into well-defined degree programs, and toward interactive, collaborative learning experiences, provided when and where the student needs the knowledge and skills. The increased blurring of the various stages of learning throughout one's lifetime–K-12, undergraduate, graduate, professional, job training, career shifting, lifelong enrichment– will require a far greater coordination and perhaps even a merger of various elements of our national educational infrastructure.

The growing and changing nature of higher education needs will trigger strong economic forces. Already, traditional sources of public support for higher education such as state appropriations or federal support for student financial aid have simply not kept pace with the growing demand. This imbalance between demand and available resources is aggravated by the increasing costs of higher education, driven as they are by the knowledge- and people-intensive nature of the enterprise as well as by the difficulty educational institutions have in containing costs and increasing productivity.

In this light, we must remember that market forces also act on our colleges and universities, even though we generally think of higher education as public enterprise, shaped by public policy and actions to serve a civic purpose. Society seeks services such as education and research. Academic institutions must compete for students, faculty, and resources. To be sure, the market is a strange one, heavily subsidized and shaped by public investment so that prices are always far less than true costs. Furthermore, if prices such as tuition are largely fictitious, even more so is much of the value of education services, based on myths and vague perceptions such as the importance of a college degree as a ticket to success or the prestige associated with certain institutions. Ironically, the public expects not only the range of choice that a market provides but also the subsidies that make the price of a public higher education less than the cost of its provision. In the past, most colleges and universities served local or regional populations. While there was competition among institutions for students, faculty, and resources—at least in the United States—the extent to which institutions controlled the awarding of degrees, that is, credentialling, gave universities an effective monopoly over advanced education. However, today all of these market constraints are being challenged. The growth in the size and complexity of the postsecondary enterprise is creating an expanding array of students and educational providers. Information technology eliminates the barriers of space and time and new competitive forces such as virtual universities and for-profit education providers enter the marketplace to challenge credentialling.

The weakening influence of traditional regulations and the emergence of new competitive forces, driven by changing societal needs, economic realities, and technology, are likely to drive a massive restructuring of the higher education enterprise. From our experience with other restructured sectors of the economy such as health care, transportation, communications, and energy, we could expect to see a significant reorganization of higher education, complete with the mergers, acquisitions, new competitors, and new products and services that have characterized other economic transformations. More generally, we may well be seeing the early stages of the appearance of <u>a global knowledge and learning industry</u>, in which the activities of traditional academic institutions converge with other knowledge-intensive organizations such as telecommunications, entertainment, and information service companies.<sup>10</sup>

This perspective of a market-driven restructuring of higher education as an industry, while perhaps both alien and distasteful to the academy, is nevertheless an important framework for considering the future of the university. While the postsecondary education market may have complex cross-subsidies and numerous public misconceptions, it is nevertheless very real and demanding, with the capacity to reward those who can respond to rapid change and punish those who cannot. Universities will have to learn to cope with the competitive pressures of this marketplace while preserving the most important of their traditional values and character.

These social, economic, technological, and market forces are far more powerful than many within the higher education establishment realize. And they are driving change at an unprecedented pace, perhaps even beyond the capacity of our colleges and universities to adapt. There are increasing signs that our current paradigms for higher education, the nature of our academic programs, the organization of our colleges and universities, the way that we finance, conduct, and distribute the services of higher education, may not be able to adapt to the demands and realities of our times.

#### The Particular Challenges Faced by the Public University

All colleges and universities, public and private alike, today face the challenge of change as they struggle to adapt and to serve a changing world. Yet there is a significant difference in the capacity for change characterizing public and private institutions. The term "independent," traditionally used to describe private universities has considerable significance when it comes to their agility and capacity for decisive action.

Many of the most powerful forces driving change in higher education come from the marketplace, from new societal needs, the limited availability of resources, or the emergence of new competitors such as for-profit ventures. The broader higher education enterprise, and particularly private universities, are sensitive and responsive to these market forces. Yet most public universities have a style of governance that is more adept at protecting the past than preparing for the future. The web of governance, from lay boards to complex relationships with state and federal governments to shared governance between the governing board and the faculty, is awkward at best and certainly not conducive to decisive action. Furthermore, the boards governing public universities are generally determined by political processes, e.g., gubernatorial appointment or popular election, and hence are particularly susceptible to influence from political constituencies and special interest groups. Furthermore, they tend to view their role as one of oversight to ensure public or political accountability rather than as stewardship to protect and enhance the university so that it is capable of serving both present and future generations. Put more simply, most members of public university governing boards regard themselves quite literally as "governors" rather than "trustees"

Although the character of the American public university–its size, complexity, array of missions, and impact on society–has evolved to an extraordinary extent over its history, its organization, management, and governance are still much as they were a century ago. Little wonder then that most public universities have limited capacity to react to the profound changes occurring in our society–and even less capacity to develop a strategic approach to their future.

All of higher education faces a certain dilemma related to the fact that it is far easier for a university to take on new missions and activities in response to societal demand than to shed missions as they become inappropriate, distracting, or too costly. This is a particularly difficult matter for public universities because of intense public and political pressures that require the institution to continue to accumulate missions, each with an associated risk, without a corresponding capacity to refine and focus activities to avoid risk.

An example is useful here. University presidents sometimes joke that the academic programs at the core of the university comprise a rather fragile enterprise, delicately balanced between two great and usually opposing forces on the modern university campus: the Department of Athletics and the University Medical Center. The high public visibility of intercollegiate athletics can sometimes distort the perception of the university and threaten its academic integrity. Similarly, the financial challenges faced by health-care delivery, education, and research can threaten the financial integrity of a university, particularly if it happens to own a hospital system.

Despite their differences in mission, financing, and intellectual content, both intercollegiate athletics and academic health centers do have some commonalties. Both reflect the evolution of the modern university to serve societal needs, in these cases through public entertainment and health care. Both involve values and principles quite different from those governing academic programs. Both have been buffeted by an unprecedented degree and pace of change. And both can pose rather considerable threats to the university. Yet few public universities have been able to take actions necessary to reduce the risk associated with these enterprises by downsizing them, spinning them off, or building firewalls to better isolate their risks from the rest of the institution.

Much of the difficulty public universities face in continuing to accumulate activities with consequent risk can again be traced back again to the political nature of their governance. In fact, the two examples above, intercollegiate athletics and medical centers, probably cause the majority of the political problems with most public university governing boards. After all, all board members occasionally become ill, seek the assistance of physicians in the university medical center, and find themselves lobbied hard on medical center agendas in the process. Furthermore, rare, indeed, is the public university board member who is not drawn like a moth to the flame by intercollegiate athletics, by the public spectacle, the perks, and the opportunity for public attention.

There are many other examples of risk accumulation, e.g., equity interest in spinoff companies, real estate ventures, economic development, all of which expose the university to considerable risk, and all subject to strong political forces. Such issues are more complex for public universities because of their size, complexity, and political

environment. For example, most flagship state universities have enrollments in excess of 30,000 students and offer programs covering the full spectrum of academic disciplines and professions. While this size and complexity gives the public university somewhat more resilience in facing the day-to-day challenges of higher education, it also creates an inertia that makes significant change very difficult. In a sense, the modern public university is like a supertanker that requires careful strategic navigation long before it approaches its goal. Unfortunately, neither the political environment nor the behavior of most public governing boards tolerates such long-term strategic agendas.

Many of the most serious concerns in public higher education arise from a broader political agenda that aims at every level to constrain and reshape social institutions. Of particular concern is the intrusion of political forces in nearly every aspect of public university governance and mission. State and federal government seek to regulate admissions decisions, financial aid, faculty appointments, and financial management. We have seen egregious examples of political or judicial intrusion in the research process itself. Congressional investigative committees have effectively tried and convicted university officials in the public eye over issues such as scholarly research integrity and the expenditure of research funds. Both state legislatures and Congress have used legislative earmarks to subvert the peer-review process and award research funds (amounting to over \$1 billion in 2000) on the basis of political influence rather than scholarly merit. The crippling effects of open-meetings requirements on the conduct of university business and personnel decisions are only beginning to be felt. The university is over regulated, and the costs of accountability are excessive both in dollars and in the administrative burden. Governance of public institutions is too often in the hands of people selected for partisan political reasons rather than their understanding and support for higher education. Such trends are both symptomatic of and contribute to the erosion of public confidence in universities which parallels the loss of public trust in all social institutions.

A good example is provided by the efforts in many states to dismantle affirmative-action programs in admissions, hiring, and financial aid decisions in public colleges and universities. This intensifying political pressure to narrow the criteria used in the admissions process to high school grades or standardized test scores could not only undermine the American public university's historic role of serving all members of the society, but as well the diversity of educational experiences the university is able to provide the future citizens of an increasingly diverse nation. And, if politics are allowed to influence admissions policies, will they also influence faculty hiring, the curriculum, and academic research as well? As Zemsky and Wegner stressed in their summary of a major policy roundtable hosted in 1998 by the Knight Higher Education Collaborative, the changing political environment of the public university reflects a more fundamental shift from issueoriented to image-dominated politics at all levels of government, federal, state, and local.<sup>11</sup> Public opinion drives political contributions, and vice-versa, and these determine successful candidates and eventually legislation. Policy is largely an aftermath exercise, since the agenda is really set by polling and political contributions. Issues, strategy, and "the vision thing" are largely left on the sidelines. And since higher education has never been particularly influential either in determining public opinion or in making campaign contributions, the university is left with only the option of reacting as best it can to the agenda set by others.

#### The Best of Times ... and the Worst of Times

We must recognize the profound nature of the rapidly changing world faced by higher education. The status quo is no longer an option. We must accept that change is inevitable and use it as a strategic opportunity to control our destiny, while preserving the most important of our values and our traditions.

To borrow a phrase from Dickens, it does indeed seem like the best of times and the worst of times for higher education. Universities are increasingly seen as key sources to the new knowledge and educated citizens so necessary for a knowledge-driven society. After two decades of eroding public support at the state and federal level, today we see signs of a commitment to restore investments in higher education.

Yet there is great unease on our campuses. Throughout society we see erosion in support of important university commitments such as academic freedom, tenure, broad access, and racial diversity. Even the concept of higher education as a public good is being challenged, as society increasingly sees a college education as an individual benefit determined by values of the marketplace rather than the broader needs of a democratic society determined by public policy and public investment. The faculty feels increasing stress, fearing an erosion in public support as unconstrained entitlements grow, sensing a loss of scholarly community with increasing disciplinary specialization, and being pulled out of the classroom and the laboratory by the demands of grantsmanship.

Some have even deeper fears, as illustrated by the following three quotes:

"Thirty years from now the big university campuses will be relics. Universities won't survive. It is as large a change as when we first got the printed book." Peter Drucker

"If you believe that an institution that has survived for a millennium cannot disappear in a just a few decades, just ask yourself what has happened to the family farm." William Wulf

"I wonder at times if we are not like the dinosaurs, looking up at the sky at the approaching asteroid and wondering whether it has an implication for our future." Frank Rhodes

So what are we facing? Yet another period of evolution? Or will the dramatic nature and compressed time scales characterizing the changes of our time trigger a process more akin to revolution?

To be sure, most colleges and universities are responding to the challenges and opportunities presented by a changing world. They are evolving to serve a new age. But most are evolving within the traditional paradigms, according to the time-honored processes of considered reflection and consensus that have long characterized the academy. Is such glacial change responsive enough to allow the university to control its own destiny? Or will the tidal wave of societal forces sweep over the academy, both transforming the university in unforeseen and unacceptable ways while creating new institutional forms, from cyberspace universities to global learning networks to forprofit learning assessment corporations, to challenge both our experience and our concept of the university?

We have come to a fork in the road that might best be illustrated by imaging two sharply contrasting futures for higher education in America. The first is a rather dark, market-driven future in which strong market forces drive a major restructuring of the higher education enterprise. Although traditional colleges and universities play a role in this future, they are both threatened and reshaped by shifting societal needs, rapidly evolving technology, and aggressive for-profit entities and commercial forces. Together these drive the higher education enterprise toward the mediocrity that has characterized other mass media markets such as television and journalism.

A contrasting and far brighter future is provided by a culture of learning, in which universal or ubiquitous educational opportunities are provided to meet the broad and growing learning needs of our society. Using a mix of old and new forms, learners are offered a rich array of high-quality and affordable learning opportunities. Our traditional institutional forms, including both the liberal arts college and the research university, continue to play key roles, albeit with some necessary evolution and adaptation.

Let us consider briefly each of these scenarios to better understand the challenges and opportunities characterizing the future of the university.

#### The Brave, New World of Market-Driven Postsecondary Education

In recent years we have seen an explosion in the number of new competitors in the higher education marketplace. It is estimated that in 2000 the revenues of for-profit and proprietary educational providers were in excess of \$5 billion and growing rapidly. Today we are bombarded with news concerning the impact of information technology on the marketplace, from "e-commerce" to ""e-learning" to "virtual universities" to "Icampuses" (as MIT calls its Faustian bargain with Microsoft).

Many of these efforts target highly selective markets, such as the University of Phoenix, which already operates over one hundred learning centers in thirty-two states, serving over 80,000 students. Phoenix targets the educational needs of adult learners whose career and family responsibilities make access to traditional colleges and universities difficult. By relying on highly structured courses, arranged in a form convenient to the student, and taught by practitioners as part-time instructors, Phoenix has developed a highly competitive paradigm

Other for-profit industry-based educational institutions are evolving rapidly, such as Sylvan Learning Systems and its subsidiaries, Unext.com, Caliber Learning, and Jones International University. These join an existing array of proprietary institutions such as the DeVry Institute of Technology and ITT Educational Services. Not far behind are an array of sophisticated industrial training programs, such as Motorola University and the Disney Institute, originally formed to meet internal corporate training needs, but now exploring offering educational services to broader markets. Of particular note here are the efforts of information services companies such as Anderson Consulting that are increasingly viewing education as just another information service.

It is important to recognize that while many of these new competitors are quite different than traditional academic institutions, they are also quite sophisticated in their pedagogy, their instructional materials, and their production and marketing of educational services. For example, some such as Unext.com and the Open University invest heavily in the production of sophisticated learning materials and environments, utilizing state-of-the-art knowledge concerning learning methods from cognitive sciences and psychology. They develop alliances with well-known academic institutions to take advantage of their brand names (e.g., Wharton in business and MIT in technology). They approach the market in a highly sophisticated manner, first moving into areas characterized by limited competition, unmet needs, and relatively low production costs, but then moving rapidly up the value chain to more sophisticated programs.

In the face of such competition, traditional colleges and universities are also responding with an array of new activities. Most university extension programs are moving rapidly to provide Internet-based instruction in their portfolios. University collaboratives such as the National Technological University and the Midwest University Consortium for International Activities have become quite formidable competitors. They are being joined by a number of new organizations such as the Western Governors' University, the Michigan Virtual University, and an array of university-stimulated "dot-coms" such as Unext.com and Fathom.com that aim to exploit both new technology and new paradigms of learning.

The market forces unleashed by technology and driven by increasing demand for higher education are very powerful. If allowed to dominate and reshape the higher education enterprise, we could well find ourselves facing a brave, new world in which some of the most important values and traditions of the university fall by the wayside. While the commercial, convenience-store model of the University of Phoenix may be a very effective way to meet the workplace skill needs of some adults, it certainly is not a paradigm that would be suitable for many of the higher purposes of the university. As we assess these market-driven emerging learning institutions, we must bear in mind the importance of preserving the ability of the university to serve a broader public purpose. While universities teach skills and convey knowledge, they also preserve and convey our cultural heritage from one generation to the next, perform the research necessary to generate new knowledge, serve as constructive social critics, and provide a broad array of knowledge-based services to our society, ranging from health care to technology transfer.

Furthermore, our experience with market-driven, media-based enterprises has not been altogether positive. The broadcasting and publication industries suggest that commercial concerns can lead to mediocrity, an intellectual wasteland in which the lowest common denominator of quality dominates. For example, although the campus will not disappear, the escalating costs of residential education could price this form of education beyond the range of all but the affluent, relegating much if not most of the population to low-cost (and perhaps low-quality) education via shopping mall learning centers or computer-mediated distance learning. In this dark, market-driven future, the residential college campus could well become the gated community of the higher education enterprise, available only to the rich and privileged.

## A Society of Learning

A sharp contrast and far brighter future is suggested by the concept of a "society of learning," in which opportunities for learning become ubiquitous and universal, permeating all aspects of our society and empowering, through knowledge and education, all of our citizens. Let me explain.

As I noted earlier, we have entered an era in which educated people and the knowledge they produce and utilize have become the keys to the economic prosperity and well-being of our society. Education, knowledge, and skills have become primary determinants of one's personal standard of living. Just as our society has historically accepted the responsibility for providing needed services such as military security, health care, and transportation infrastructure in the past, education today has become a driving social need and societal responsibility. It has become the responsibility of democratic societies to provide their citizens with the education and training they need, throughout their lives, whenever, wherever, and however they desire it, at high quality and at an affordable cost.

Of course, this has been one of the great themes of higher education in America. Each evolutionary wave of higher education has aimed at educating a broader segment of society, at creating new educational forms to do that—the public universities, the land-grant universities, the normal and technical colleges, the community colleges.

So what would be the nature of a university of the twenty-first century capable of creating and sustaining a society of learning? It would be impractical and foolhardy to suggest one particular model. The great and ever-increasing diversity characterizing higher education in America makes it clear that there will be many forms, many types of institutions serving our society. But there are a number of themes that will almost certainly factor into at least some part of the higher education enterprise.

• *Learner-centered:* Our universities, just as other social institutions, our universities must become more focused on those we serve. We must transform ourselves

from faculty-centered to learner-centered institutions, becoming more responsive to what our students need to learn rather than simply what our faculties wish to teach.

- *Affordable:* Society will demand that we become far more affordable, providing educational opportunities within the resources of all citizens. Whether this occurs through greater public subsidy or dramatic restructuring of the costs of higher education, it seems increasingly clear that our society—not to mention the world—will no longer tolerate the high-cost, low-productivity paradigm that characterizes much of higher education in America today.
- Lifelong Learning: In an age of knowledge, the need for advanced education and skills will require both a personal willingness to continue to learn throughout life and a commitment on the part of our institutions to provide opportunities for lifelong learning. The concept of student and alumnus will merge. Our highly partitioned system of education will blend increasingly into a seamless web, in which primary and secondary education; undergraduate, graduate, and professional education; on-the-job training and continuing education; and lifelong enrichment become a continuum.
- *Interactive and Collaborative:* Already we see new forms of pedagogy: asynchronous (anytime, anyplace) learning that utilizes emerging information technology to break the constraints of time and space, making learning opportunities more compatible with lifestyles and career needs; and interactive and collaborative learning appropriate for the digital age, the plug-and-play generation.
- *Diverse:* The great diversity characterizing higher education in America will continue, as it must to serve an increasingly diverse population with diverse needs and goals.
- *Intelligent and adaptive*: Knowledge and distributed intelligence technology will increasingly allow us to build learning environments that are not only highly customized but adapt to the needs of the learner.

Higher education must define its relationship with these emerging possibilities in order to create a compelling vision for its future as it enters the next millennium

Although market forces are far more powerful that most realize, I also believe that it is possible to determine which of these or other paths is taken by higher education in America. Key in this effort is our ability as a society to view higher education as, in part, a public good that merits support through public tax dollars. In this way, we may be able to protect the public purpose of the higher education enterprise and sustain its quality, important traditions, and essential values.

It is clear that the access to advanced learning opportunities is not only becoming a more pervasive need, but it could well become a defining domestic policy issue for a knowledge-driven society.

## From Land-Grant to Learn-Grant

As we enter the new millennium, there is an increasing sense that the social contract between the university and American society, perhaps best represented by today's government-university research partnership may need to be reconsidered and perhaps even renegotiated.<sup>12</sup> The number and interests of the different stakeholders of the university have expanded and diversified, drifting apart without adequate means to communicate and reach agreement on priorities. Political pressures to downsize federal agencies, balance the federal budget, and reduce domestic discretionary spending may reduce significantly the funding available for university-based research. Government officials are concerned about the rapidly rising costs of operating research facilities and the reluctance of scientists and their institutions to acknowledge that choices must be made to live with limited resources and set priorities.

While the government-university research partnership has had great impact in making the American research university the world leader in both the quality of scholarship and the production of scholars, it has also had its downside. Pressures on individual faculty for success and recognition have led to major changes in the culture and governance of universities. The peer-reviewed grant system has fostered fierce competitiveness, imposed intractable work schedules, and contributed to a loss of collegiality and community. It has shifted faculty loyalties from the campus to their disciplinary communities. Publication and grantsmanship have become a onedimensional criterion for academic performance and prestige, to the neglect of other important faculty activities such as teaching and service. Furthermore, while the government-university partnership has responded well to the particular interests of academic researchers, one might well question whether the needs of other stakeholders, including the tax-paying public, have been adequately addressed.<sup>13</sup>

For the past half-century, the government-university research partnership has been built upon the concept of relatively unconstrained patronage. The government provided faculty members with the resources to do the research they felt was important, in the hopes that this research would benefit society in the future. Since the quality of the faculty, the programs, and the institution was felt to be the best determinant of longterm impact, academic excellence and prestige were valued.

Today there seems to be a shift in what society seeks from the university. Students and parents increasingly choose professional degree programs appropriate for their first job rather than the liberal education capable of enriching their lives. Politicians value productivity measures rather than academic rankings. Higher education has fallen behind health care, prisons, and civil infrastructure in its capacity to compete for limited state tax dollars.<sup>14</sup>

In a sense, society is telling us that while quality is important, even more so is cost. The marketplace seeks low-cost, quality services rather than prestige. Parents and students ask increasingly, "If a Ford will do, then why buy a Cadillac?" It could be that the culture of excellence, which has driven both the evolution of and competition among research universities for over half a century, will no longer be accepted and sustained by the American public. We may be seeing a shift in public attitudes toward higher education that will place less stress on values such as "excellence" and "elitism" and more emphasis on the provision of cost-competitive, high-quality services—from "prestige-driven" to "market-driven" philosophies.

One of my colleagues refers to this phenomenon as the "de-Harvardization" of higher education in America that is likely to occur in the century ahead. By this he means that our colleges and universities, which have long aspired to emulate elite institutions such as Harvard, are beginning to recognize that a paradigm which simply focuses more and more resources on fewer and fewer clearly does not serve the needs of American society.

Rather than allowing the marketplace alone to redefine the nature of higher education in America, perhaps it is time to reconsider the social contract between the university and American society. But rather that create an entirely new model, perhaps it is more appropriate to first consider the relationship that characterized the first half of the twentieth century: *the land-grant university model*.

Recall that a century and a half ago, America was facing a period of similar change, evolving from an agrarian, frontier society into an industrial nation. At that time, a social contract was developed between the federal government, the states, and public colleges and universities designed to assist our young nation in making this transition. The land-grant acts were based upon several commitments: First, the federal government provided federal lands for the support of higher education. Next, the states agreed to create public universities designed to serve both regional and national interests. As the final element, these public or land-grant universities accepted new responsibilities to broaden educational opportunities for the working class while launching new programs in applied areas such as agriculture, engineering, and medicine aimed at serving an industrial society, while committing themselves to public service, engagement, and extension.

Today our society is undergoing a similarly profound transition, this time from an industrial to a knowledge-based society. Hence it may be time for a new social contract aimed at providing the knowledge and the educated citizens necessary for prosperity, security, and social well-being in this new age. Perhaps it is time for a new federal act, similar to the land grant acts of the nineteenth century, that will help the higher education enterprise address the needs of the 21<sup>st</sup> Century. Of course, a 21<sup>st</sup> Century land-grant act is not a new concept.<sup>15</sup> Some have recommended an industrial analog to the agricultural experiment stations of the land-grant universities. Others have suggested that in our information-driven economy, perhaps telecommunications bandwidth is the asset that could be assigned to universities much as federal lands were a century ago. Unfortunately, an industrial extension service may be of marginal utility in a knowledge-driven society. Furthermore, Congress has already given away most of the available bandwidth to traditional broadcasting and telecommunications companies.

But there is a more important difference. The land-grant paradigm of the 19<sup>th</sup> and 20<sup>th</sup> Century was focused on developing the vast natural resources of our nation.<sup>16</sup> Today, however, we have come to realize that our most important national resource for the future will be our people. At the dawn of the age of knowledge, one could well make the argument that education itself will replace natural resources or national defense as the priority for the twenty-first century. We might even conjecture that a social contract based on developing and maintaining the abilities and talents of our people to their fullest extent could well transform our schools, colleges, and universities into new forms that would rival the research university in importance. In a sense, the 21st Century analog to the land-grant university might be termed *a learn-grant university*.

A learn-grant university for the 21<sup>st</sup> Century might be designed to develop our most important asset, our human resources, as its top priority, along with the infrastructure necessary to sustain a knowledge-driven society. The field stations and cooperative extension programs-perhaps now as much in cyberspace as in a physical location-could be directed to the needs and the development of the people in the region. Furthermore, perhaps we should discard the current obsession of research universities to control and profit from intellectual property developed on the campus through research and instruction by wrapping discoveries in layer after layer of bureaucratic regulations defended by armies of lawyers, and instead move to something more akin to the "open source" philosophy used in some areas of software development. That is, in return for strong public support, perhaps public universities could be persuaded to regard all intellectual property developed on the campus through research and intellectual property as in the public domain and encourage their faculty to work closely with commercial interests to enable these knowledge resources to serve society, without direct control or financial benefit to the university.

In an era of relative prosperity in which education plays such a pivotal role, it may be possible to build the case for new federal commitments based on just such a vision of a society of learning. But certain features seem increasingly apparent. New investments are unlikely to be made within the old paradigms. For example, while the federal government-research university partnership based on merit-based, peerreviewed grants has been remarkably successful, this remains a system in which only a small number of elite institutions participate and benefit. The theme of a 21<sup>st</sup> Century *learn-grant act* would be to broaden the base, to build and distribute widely the capacity to contribute both new knowledge and educated knowledge workers to our society, not simply to channel more resources into established institutions. Furthermore, while both Congress and the White House seem increasingly confident in the strength of our economy, they are unlikely to abandon entirely the budget balancing constraints that many believe contributed to today's prosperity. Hence, major new investments via additional appropriations seem unlikely. However, there is another model, provided, in fact, by the 1997 Budget Balancing Agreement, in which tax policy was used as an alternative mechanism to invest in education.

Whatever the mechanism, the point seems clear. It may be time to consider a new social contract, linking together federal and state investment with higher education and business to serve national and regional needs, much in the spirit of the land-grant acts of the 19<sup>th</sup> Century.

## Conclusion

As our society changes, so too must change societal institutions such as the university. But change has always characterized the university, even as it sought to preserve and propagate the intellectual achievements of our civilization. Although the university has endured as an important social institution for a millennium, it has evolved in profound ways to serve a changing world. Higher education in America has likewise been characterized by change, embracing the concept of a secular liberal education, then weaving scholarship into its educational mission, and broadening its activities to provide public service and research to respond to societal needs.

The past decade has been such a time of significant change in higher education, as our institutions have attempted to adapt to the changing nature of resources and respond to public concerns. Undergraduate education has been significantly improved. Costs have been cut and administrations streamlined. Our campuses are far more diverse today with respect to race and gender. Our researchers are focusing their attention on key national priorities. Yet, these changes in the university, while important, have been largely reactive rather than strategic. For the most part, our institutions still have not grappled with the extraordinary implications of an age of knowledge, a society of learning that will likely be our future.

Clearly higher education will flourish in the decades ahead. In a knowledgeintensive society, the need for advanced education will become ever more pressing, both for individuals and society more broadly. Yet it is also likely that the university as we know it today—rather, the current constellation of diverse institutions comprising the higher education enterprise—will change in profound ways to serve a changing world. The real question is not whether higher education will be transformed, but rather *how* . . . . and by *whom*. If the university is capable of transforming itself to respond to the needs of a society of learning, then what is currently perceived as the challenge of change may, in fact, become the opportunity for a renaissance, an age of enlightenment, in higher education in the years ahead.

For a thousand years the university has benefited our civilization as a learning community where both the young and the experienced could acquire not only knowledge and skills, but the values and discipline of the educated mind. It has defended and propagated our cultural and intellectual heritage, while challenging our norms and beliefs. It has produced the leaders of our governments, commerce, and professions. It has both created and applied new knowledge to serve our society. And it has done so while preserving those values and principles so essential to academic learning: the freedom of inquiry, an openness to new ideas, a commitment to rigorous study, and a love of learning.<sup>17</sup>

There seems little doubt that these roles will continue to be needed by our civilization. There is little doubt as well that the university, in some form, will be needed to provide them. The university of the twenty-first century may be as different from today's institutions as the research university is from the colonial college. But its form and its continued evolution will be a consequence of transformations necessary to provide its ancient values and contributions to a changing world.

<sup>&</sup>lt;sup>1</sup> Derek C. Bok, *Beyond the Ivory Tower: Social Responsibilities of the Modern University* (Cambridge: Harvard University Press, 1982).

<sup>&</sup>lt;sup>2</sup> Frederick Rudolph, <u>The American College and University</u> (Athens: University of Georgia Press, 1962).

<sup>&</sup>lt;sup>3</sup> Vernon Ehlers, "Unlocking Our Future: Toward a New National Science Policy," a report to Congress by the House Committee on Science (September 24, 1998).

<sup>&</sup>lt;sup>4</sup> Peter F. Drucker, "The Age of Social Transformation," <u>Atlantic Monthly</u>, November 1994, 53–80; Peter F. Drucker, <u>Post-capitalist Society</u> (New York: Harper Collins, 1993).

<sup>&</sup>lt;sup>5</sup> Erich Bloch, National Science Foundation, testimony to Congress, 1988.

<sup>&</sup>lt;sup>6</sup> Derek Bok, <u>Universities and the Future of America</u> (Durham: Duke University Press, 1990).

<sup>&</sup>lt;sup>7</sup> Walter B. Wriston, <u>The Twilight of Sovereignty: How the Information Revolution Is</u>

Transforming Our World (New York: Scribner, 1992); Thomas L. Friedman, The Lexus and the

Olive Tree: Understanding Globalization (New York: Farrar, Straus, and Girouge, 1999)

<sup>&</sup>lt;sup>8</sup> Michael G. Dolence and Donald M. Norris, Transforming Higher Education: A Vision for

Learning in the 21<sup>st</sup> Century (Ann Arbor: Society for College and University Planning, 1997).

<sup>&</sup>lt;sup>9</sup> John S. Daniel, <u>Mega-Universities and Knowledge Media</u> (Kogan Page, London, 1996)

<sup>&</sup>lt;sup>10</sup> Marvin W. Peterson and David D. Dill, "Understanding the Competitive Environment of the Postsecondary Knowledge Industry", in Planning and Management for a Changing

<sup>&</sup>lt;u>Environment</u>, edited by Marvin W. Peterson, David D. Dill, and Lisa A. Mets (San Francisco: Jossey-Bass Publishers, 1997) pp. 3-29.

<sup>&</sup>lt;sup>11</sup> Robert Zemsky and Gregory R. Wegner, "The Third Imperative", <u>Policy Perspectives</u> Vol. 9, No. 1 (Knight Higher Education Collaborative, Philadelphia, 1999) pp. 1-12

<sup>&</sup>lt;sup>12</sup> Vernon Ehlers, "Unlocking Our Future: Toward a New National Science Policy," a report to Congress by the House Committee on Science (September 24, 1998).

<sup>16</sup> Frank Rhodes, "The New American University," *Looking to the Twenty-First Century: Higher Education in Transition* (Champaign-Urbana: University of Illinois Press, 1995).

<sup>17</sup> Werner Z. Hirsch and Luc E. Weber, "The Glion Declaration: The University at the

Millennium", The Presidenc3y, Fall, 1998 (American Council on Education, Washington) p. 27

<sup>&</sup>lt;sup>13</sup> Evaluating Federal Research Programs: Research and the Government Performance and Results Act, Committee on Science, Engineering, and Public Policy (National Academy Press, Washington, 1999)

<sup>&</sup>lt;sup>14</sup> Robert Zemsky and Gregory R. Wegner, eds., "A Very Public Agenda," *Policy Perspectives*, 8, 2 (1998).

<sup>&</sup>lt;sup>15</sup> Walter E. Massey, "The Public University for the Twenty-First Century: Beyond the Land Grant," 16<sup>th</sup> David Dodds Henry Lecture, University of Illinois at Chicago, (1994); J. W. Peltason, "Reactionary Thoughts of a Revolutionary," 17<sup>th</sup> David Dodds Henry lecture, University of Illinois at Urbana-Champaign (October 18, 1995).