



OFFICE OF THE FACULTY COUNCIL
THE UNIVERSITY OF TEXAS AT AUSTIN

P. O. BOX 7816 • Austin, TX 78713-7816
(512) 471-5934 • Fax: (512) 471-5984 • <http://www.utexas.edu/faculty/council>

October 30, 2017

Provost Maurie McInnis
The University of Texas at Austin MAI 4005
Campus Mail Code: G3400 Dear Provost McInnis:

Dear Provost McInnis,

Enclosed for your consideration and action is a proposal to change the Proposed Changes to the Finance Degree Program Degree Program the McCombs School of Business chapter of the *Undergraduate Catalog, 2018-2020* (D 15440-15445) The legislation is classified as being of *exclusive* interest to one college or school and was approved by the Faculty Council on a no-protest basis on October 19, 2017. The authority to grant final approval on of this legislation resides with your office with formal notification to the Texas Higher Education Coordinating Board.

Please let me know if you have questions or if I can provide other information concerning these items.

Sincerely,

A handwritten signature in black ink that reads "Alan W. Friedman".

Alan W. Friedman, Secretary
General Faculty and Faculty Council
The University of Texas at Austin
Arthur J. Thaman and Wilhelmina Doré Thaman Professor of English and Comparative Literature

AWF:dlr Enclosures

ec: Lydia A. Cornell, Administrative Program Coordinator, Provost's Office
Michelle K. George, Administrative Manager for Faculty Affairs, Provost's Office
David Platt, Associate Dean for Undergraduate Programs, McCombs School of Business
Leah Miller, Director of Undergraduate Academic Services, McCombs School of Business

DOCUMENTS OF THE GENERAL FACULTY

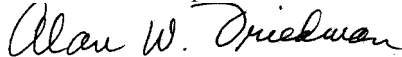
PROPOSED CHANGES TO THE FINANCE DEGREE PROGRAM IN THE MCCOMBS SCHOOL OF BUSINESS CHAPTER IN THE *UNDERGRADUATE CATALOG, 2018-2020*

Dean Jay Hartzell in the McCombs School of Business has filed with the Secretary of the Faculty Council the following proposal to change the Finance degree program in the McCombs School of Business chapter in the *Undergraduate Catalog, 2018-2020*. On February 6, 2017, the Undergraduate Program Committee approved the proposal, and the faculty at McCombs School of Business approved it on April 26, 2017. On April 26, 2017, the Dean approved the proposal. The Secretary has classified this proposal as legislation of exclusive interest to a single college or school.

The Committee on Undergraduate Degree Program Review recommended approval of the major on September 26, 2017, and forwarded it to the Office of the General Faculty. The Faculty Council has the authority to approve this legislation on behalf of the General Faculty. The authority to grant final approval on this legislation resides with the Provost on behalf of the President.

If no objection is filed with the Office of the General Faculty by the date specified below, the legislation will be held to have been approved by the Faculty Council. If an objection is filed within the prescribed period, the legislation will be presented to the Faculty Council at its next meeting. The objection, with reasons, must be signed by a member of the Faculty Council.

To be counted, a protest must be received in the Office of the General Faculty by October 12, 2017.



Alan W. Friedman, Secretary of the General Faculty and Faculty Council
The University of Texas at Austin
Arthur J. Thaman and Wilhelmina Doré Thaman Professor of English and Comparative Literature

Rationale: Change in AACSB accrediting requirements no longer mandate sixty hours non-business coursework for the BBA degree; this flexibility allows us to adjust the electives in the track and reduce degree requirements to 120 hours.

3. THIS PROPOSAL INVOLVES: (Please check all that apply)

- | | | |
|--|--|---|
| <input type="checkbox"/> Courses in other colleges | <input type="checkbox"/> Courses in proposer's college that are frequently taken by students in other colleges | <input type="checkbox"/> Flags |
| <input type="checkbox"/> Course in the core curriculum | <input type="checkbox"/> Change in course sequencing for an existing program | <input type="checkbox"/> Courses that have to be added to the inventory |
| <input type="checkbox"/> Change in admission requirements (external or internal) | <input type="checkbox"/> Requirements not explicit in the catalog language (e.g., lists of acceptable courses maintained by department office) | |

4. SCOPE OF PROPOSED CHANGE:

- a. Does this proposal impact other colleges/schools? Yes No
If yes, then how would you do so?
- b. Do you anticipate a net change in the number of students in your college? Yes No
If yes, how many more (or fewer) students do you expect?
- c. Do you anticipate a net increase (or decrease) in the number of students from outside of your college taking classes in your college? Yes No
If yes, please indicate the number of students and/or class seats involved.
- d. Do you anticipate a net increase (or decrease) in the number of students from your college taking courses in other colleges? Yes No
If yes, please indicate the number of students and/or class seats involved.

If 4 a, b, c, or d was answered with yes, please answer the following questions:

If the proposal has potential budgetary impacts for another college/school, such as requiring new sections or a non-negligible increase in the number of seats offered, at least one contact must be at the college-level.

How many students do you expect to be impacted?

Impacted schools must be contacted and their response(s) included:

Person communicated with:

Date of communication:

Response:

- e. Does this proposal involve changes to the core curriculum or other basic education requirements (42-hour core, signature courses, flags)? If yes, explain: No

If yes, Undergraduate Studies must be informed of the proposed changes and their response included:

Person communicated with:

Date of communication:

Response:

- f. Will this proposal change the number of hours required for degree completion? Yes, only for the Finance Track with Required Accounting Minor

Note: THECB Semester Credit Hour Change Form required, download from URL:

<http://www.thecb.state.tx.us/reports/DocFetch.cfm?DocID=2419&format=doc>

If yes, explain: Change in AACSB accrediting requirements no longer mandate sixty hours non-business coursework for the BBA degree; this flexibility allows us to adjust the electives in the track and reduce degree requirements to 120 hours. Students do not have to complete one additional hour of non-business coursework to meet the sixty hours that were previously mandated.

5. COLLEGE/SCHOOL APPROVAL PROCESS

Department approval date: February 6, 2017 Approved by whom: Undergraduate Program Committee

College approval date: April 26, 2017 Approved by whom: all McCombs faculty

Dean approval date: April 26, 2017 Approved by whom: Dean Jay Hartzell

PROPOSED NEW CATALOG TEXT:

Catalogs > Undergraduate > Red McCombs School of Business > Degrees and Programs > Bachelor of Business Administration > Finance

Finance

Finance is the study of resource allocation—the process, markets, institutions, and instruments that provide for the transfer of money and wealth. The finance degree program offers students an opportunity to study the finance function in the business firm, the financial services firm, and the financial system.

The finance major presents students with the theoretical framework and analytical tools and techniques to handle a variety of finance and business functions. Students may choose one of seven tracks: corporate finance and investment banking, energy finance, investment management and banking, quantitative finance, finance with required accounting minor, or real estate; students who do not wish to specialize may choose the general finance track.

Corporate finance and investment banking courses are designed to prepare students for careers as associates of corporate treasury departments, as corporate financial analysts, and as management consultants. Energy finance courses are designed to prepare students for positions in project financing, valuation, and risk management in the energy sector. Investment management and banking courses are designed to give students a background suitable for starting positions as financial analysts with investment funds, investment banks, commercial banks, and other financial institutions. Quantitative finance courses are designed to prepare students for financial analyst positions in research departments of financial institutions and for graduate study in finance. Real estate courses are designed to give students a broad background in valuing and managing real estate; the track is intended to prepare students for positions in real estate commercial brokerage and appraisal, mortgage banking, loan underwriting, real estate development and investment, and property management. The finance track with a required accounting minor is appropriate for students who wish to enhance their understanding of auditing/financial reporting, managerial accounting/control and taxation, and students whose careers will interact with the Controller function of their organization.

Finance majors may specialize further by completing the Financial Analyst Program (FAP). This one year program allows competitively selected business students to work closely with finance faculty members and industry professionals to develop their skills and experience as analysts. The program may be combined with any of the finance options. More information about FAP is available in the Department of Finance office and at their website.

The requirements of this program are:

1. The Core Curriculum and the BBA Degree Requirements
2. Accounting 326 (with the exception of the finance track with required accounting minor), Finance 367, and 370 (may fulfill writing and independent inquiry flags)

3. Only one independent study may be counted toward the finance major with the exception of the general finance track, the finance track with required accounting minor, and the real estate track, which do not allow independent study, as noted below
4. One of the following tracks:
 - a. Corporate Finance and Investment Banking
 - i. Finance 374C
 - ii. One of the following courses: Accounting 327 (may fulfill the quantitative reasoning flag), 329, 362, or 364
 - iii. Two of the following courses: Finance 366P, 371M, 372, 373, 374S, 376, 377 (Topic 1: Portfolio Analysis and Management), either 377 (Topic 2: Financial Risk Management) or 377 (Topic 5: Energy Financial Risk Management), and either 377 (Topic 3: Security Analysis) or 377 (Topic 4: Financial Analysis)
 - b. Energy Finance
 - i. Finance 374C ~~and~~
 - ii. Finance 377 (Topic 5: Energy Financial Risk Management)
 - iii. Two of the following courses: Finance 366P, 371M, 372, 373, 374S, 375F, 376, 377 (Topic 1: Portfolio Analysis and Management), and either 377 (Topic 3: Security Analysis) or 377 (Topic 4: Financial Analysis)
 - c. Investment Management and Banking
 - i. Finance 377 (Topic 1: Portfolio Analysis and Management)
 - ii. Finance 371M
 - iii. Two of the following courses: Finance 366P, 372, 373, 374C, 374S, 375F, 376, either 377 (Topic 2: Financial Risk Management) or 377 (Topic 5: Energy Financial Risk Management), either 377 (Topic 3: Security Analysis) or 377 (Topic 4: Financial Analysis), and Real Estate 378K
 - d. General Finance
 - i. 12 semester hours of upper-division coursework in finance; up to six ~~three~~ hours may be taken in real estate. The following courses may not be used to fulfill this requirement: Finance 353, 357, 367, and 370. ~~[Finance 354 and 371M may not both be used.]~~ Finance 377 (Topic 2: Financial Risk Management) and 377 (Topic 5: Energy Financial Risk Management) may not both be used. Finance 377 (Topic 3: Security Analysis) and 377 (Topic 4: Financial Analysis) may not both be used; Topic 3 is open only to students in the Financial Analyst Program.
 - ii. An independent research course may not be counted toward the general finance option
 - e. Quantitative Finance
 - i. Statistics 375 or 375H. Completing this requirement will also fulfill the requirement for the statistics course listed in item 7.a.v of the BBA degree requirements
 - ii. Finance 374C
 - iii. Finance 377 (Topic 2: Financial Risk Management) or 377 (Topic 5: Energy Financial Risk Management)
 - iv. One of the following courses: Finance 371M, 372, 373, 374S, 376, 377 (Topic 1: Portfolio Analysis and Management), and either 377 (Topic 3: Security Analysis) or 377 (Topic 4: Financial Analysis)
 - v. One of the following courses: Statistics 372 (Topic 5: Financial and Econometric Time Series Modeling), 372 (Topic 6: Optimization Methods in Finance), 372 (Topic 7: Computational Finance), Management Information Systems 373 (Topic 17: Data Mining for Business Intelligence), Finance 366P
 - f. Real Estate
 - i. Finance ~~[354 or]~~ 371M
 - ii. One of the following courses: Finance 377 (Topic 3: Security Analysis) or 377 (Topic 4: Financial Analysis), 374S, 374C
 - iii. Six semester hours of coursework in real estate
 - iv. An independent research course may not be counted toward the real estate option
 - g. Finance with Required Accounting Minor

- i. Twelve semester hours of upper-division coursework in finance; up to ~~six~~ **three** hours may be taken in real estate. The following courses may not be used to fulfill this requirement: Finance 353, 357, 367, and 370. ~~[Finance 354 and 371M may not both be used.]~~ Finance 377 (Topic 2: Financial Risk Management) and 377 (Topic 5: Energy Financial Risk Management) may not both be used. Finance 377 (Topic 3: Security Analysis) and 377 (Topic 4: Financial Analysis) may not both be used; Topic 3 is open only to students in the Financial Analyst Program.
 - 1. Students may choose to complete this requirement with the finance course requirements for any one of tracks a-~~e~~ **f**
 - ii. Accounting Minor for Business Majors, completed in full
 - iii. An independent research course may not be counted toward the finance with accounting minor option
 - iv. ~~[Students in this track do not take 5 hours of free electives; those are fulfilled by the Accounting Minor for Business Majors]~~
- [Note: this track requires 121 hours for degree completion]***
5. Additional elective coursework, if necessary, to provide a total of at least 120 semester hours ~~[, except for the Finance with Required Accounting Minor track, which requires 121 semester hours].~~