more decisions, and external agencies, from the University Grants Committee to legislatures, are taking on roles that the professoriate once had.

**Fiscal Constraints**

Worldwide, universities are facing financial problems. Governments have cut back on funding for higher education, and students and their families have been asked to pay more of the cost. This has resulted in deteriorating academic salaries and declining conditions of academic work. In Hong Kong, these pressures are much less severe than elsewhere.

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The academic profession is, simply put, losing its once dominating power over the university.

These, and other, trends are not happy ones for the academic profession at outset the new millennium. Yet, they are realities with which the professoriate everywhere must contend. An outsider might argue that academics in Hong Kong enjoy comparatively good conditions. Hong Kong academic salaries are reputed to be among the highest in the world, especially when one takes into account tax rates. Working conditions, despite problems, remain comparatively good. Academic facilities, including libraries and laboratories, especially in the top institutions, remain world-class—or close to it. When compared to other Asian countries, including Japan, most Hong Kong academics enjoy favorable conditions.

Why, then, the protests and the general feeling of malaise among Hong Kong academics? Part of the problem is a lack of confidence in the political future of the territory—a factor that no doubt exacerbates every perceived threat to academic freedom. The unfamiliarity of the ruling elite in Hong Kong with the norms and values of a university and the lack of constraints for violating these norms may also contribute. The fact that Hong Kong academic institutions are probably more “Western” than “Asian” makes them more sensitive to external factors than similar institutions in other Asian countries.

In a sense, Hong Kong’s academics are swimming against two powerful currents—the current of worldwide managerialism and academic bureaucratism, and the current of Asian state domination of academe. It is all the more impressive that the academic community has stood up to these powerful pressures and that the civil society in Hong Kong has made their cause a topic of concern and struggle.

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**Mixed Policy Signals and Mixed Results in American Higher Education**

**Arthur M. Hauptman**

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Higher education in the United States has a curious combination of characteristics. It has among the highest participation rates in the world, but lack of access remains the primary concern expressed by many policymakers. Degree completion rates in the United States rank in the middle to below average among industrialized nations, yet education attainment is among the highest in the world. The United States has many of the best universities and students in the world, but the quality of the average American university and student may be mediocre when compared to universities in many other countries.

Some of these seeming contradictions are not that hard to explain. As countries move to a massified system of higher education in which half or more of the age cohort continues their education beyond high school, they will see a decline in both the overall persistence and the quality of the average student as more students enroll than in more elite systems. In this regard, it would be surprising to see both participation and quality to be sustained at very high levels. Basic arithmetic dictates that high attainment and modest persistence are possible only if participation rates are high.

But this curious combination of access and quality is also a function of some particular aspects of the American approach, including: the tremendous diversity of the American higher education system, the amount of resources devoted to it, and the lack of an overall national strategy for dealing with issues facing the system.

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Diversity of the System
America has a remarkably diverse set of higher education institutions, ranging from more than 1,000 community colleges that provide basic access at relatively low cost, to hundreds of private liberal arts colleges, to a growing range of regional comprehensive universities and a hundred or so research universities, many of them world-class. This diversity is generally regarded as a great strength of the American system as it allows for institutional flexibility in responding to changing conditions as well as providing student consumers with a dazzling range of choices.

Level of Resources
American higher education also enjoys tremendous financial support from both the public and the private sector. Higher education in the United States accounts for nearly 3 percent of Gross Domestic Product (GDP). This is among the highest levels of support for higher education of any country. Even when hospitals and research are removed to make figures comparable to systems in other countries, U.S. higher education resources per student rank among the highest in the world. The irony is that many American higher education officials feel starved for funds.

Lack of an Overall Higher Education Strategy
The very high levels of participation and quality in American higher education are especially remarkable when one considers that the United States lacks a national strategy for dealing with issues facing the sector. This lack of an overall strategy is partly a function of the division of responsibilities for higher education financing between the federal and state governments in the United States. The states bear the primary responsibility for funding public higher education while the federal government for the past several decades has taken the lead in funding student financial aid.

Many in the United States and around the world view this lack of an overall national strategy as a great strength of American higher education, contributing directly to the high level of competition among institutions for students and innovation when compared to most other countries that rely so much more on central planning. However, there is reason to believe that the mixed record of American higher education with regard to quality and access may also be tied to the lack of a strategic approach because of the mixed signals that are produced by many of the policies that are in place. These mixed policy signals often lead to an inefficient allocation of resources and to actions by institutional officials and students that are contrary to the expressed goals of the policies.

Mixed Policy Signals
Four of the more prominent of these mixed policy signals in the United States are the following:
While the stated goal of public policies is to provide more access for the poor, most government support for higher education goes to the middle class. This is true of both federal and state policies. State funding for public institutions disproportionately benefits middle-class students, who constitute most enrollments in these institutions. In recent years, many states have become even more biased toward helping the middle class, through the creation of merit-based aid programs and prepaid tuition and college savings plans. Federal aid programs targeting the poor do not assist the number of students many people think they do. This is particularly true of the federal student loan programs, in which eligibility stretches far beyond $100,000 in family income for students who attend high-priced institutions. The new federal tuition tax credits are also slanted toward the middle class.

Most states now fund their public institutions through formulas based on some combination of the number of students and the cost per student.

Despite much hand-wringing about exploding college costs, federal and state policies tend to encourage tuition and cost escalation rather than moderation. Most states now fund their public institutions through formulas based on some combination of the number of students and the cost per student. While cost-based formulas tend to produce more equitable allocations than the more traditional political negotiations between university officials and state policymakers, they also usually reward institutions with higher cost structures and thus may be contributing to cost increases rather than achieving efficiencies. Some federal policies also may be inadvertently contributing to tuition increases in the United States. Eligibility for student loan interest subsidies is now rightly tied to the financial need of the student. But an unintended consequence of this policy is that when students attend institutions with higher costs of attendance, they qualify for more loans and subsidies. This has led to a debate over whether federal student aid, particularly loan availability, has been a factor in university pricing decisions in the United States. While policymakers obviously would like to see students succeed, very few public policies are designed to produce success in the form of degree completion. Although the goal is that students receive degrees within a reasonable amount of time, the policies may lead to a much different result. One reason for this dichotomy between goals and policies already has been noted: the shift to a system of massification almost inevitably entails some movement away from an emphasis on degree completion. But it also may be the case that low completion rates in the United States are a conse-
The higher education system in Belarus has been undergoing a sluggish but steady process of change since 1991. In the last few years, the goals of reform have drifted from those initiated after the collapse of the USSR in 1991, to new goals of overcoming the shortcomings of the Soviet system and bringing Belarusian higher education into line with international standards.

After declaring its independence, Belarus initiated steps to adjust its educational system to reflect the new realities of being without the support and structure of the Soviet system of higher education. The goals of higher education reform were discussed broadly in both academia and society, and the main problems facing Belarusian higher education were summarized by the minister of education of Belarus at that time:

- institutionalized and centralized organization, planning, and management;
- uneven regional distribution of institutions;
- the absence of academic freedom and university autonomy;
- absence of educational standards, assessment, and accreditation systems;
- the politicization of and lack of diversity and flexibility in curricula;
- outdated means of access to information and information technology;
- the lack of international recognition of academic degrees;
- the isolation from the international academic community; and
- the gap between education and research.

The Belarusian authorities believed that, if not addressed, these problems would have negative consequences for the potential of Belarusian society in as few as five to ten years. Thus, the systemic reforms of this period were aimed at overcoming these deficiencies as quickly as possible. Some practical steps were taken: the new law on education was adopted in 1991, and the average salary of university professors increased, exceeding (for the first time in Soviet and post-Soviet history) that of factory workers.

Unfortunately, in the years since, the official goals and principles of higher education reform have drifted significantly from those originally stated. Though the authorities do not proclaim these changes to be explicitly related to an anti-Western stance, the attitudes are implied and can be inferred in state documents and in the pronouncements of state officials.