

Update on Tuition and Fees

House Appropriations Committee

May 21, 2007

Background

- House budget proposed a Tuition Moderation Incentive Fund
 - \$34 million GF support for base adequacy was linked to tuition moderation defined as tuition and E & G fee increases of no more than 2.25% above the amount needed for approved salary increases (overall about 5% on average)
- Conference report included \$7.2 million GF tied to keeping tuition and E & G fee increases to no more than 6%
- Governor's amendment was adopted that allowed tuition and E & G fee increases to exceed 6% up to the amount in each institutions six-year financial plan provided that the amount above 6% be used for in-state undergraduate financial aid

In-State Undergraduate Tuition and Mandatory E & G Fees

Inst	2006-07	2007-08	% Incr
GMU	\$4,752	\$5,035	5.96%
ODU	\$3,832	\$4,042	5.48%
UVA	\$6,282	\$6,821	8.58%
VCU	\$4,270	\$4,525	5.97%
VT	\$5,813	\$6,160	5.97%
CWM	\$5,265	\$5,637	7.07%
CNU	\$3,818	\$4,046	5.97%
UVA- Wise	\$3,312	\$3,485	5.22%

Inst	2006-07	2007-08	% Incr
JMU	\$3,228	\$3,420	5.95%
LU	\$4,049	\$4,338	7.14%
UMW	\$4,274	\$4,530	5.99%
NSU	\$2,580	\$2,700	4.65%
RU	\$3,728	\$4,026	7.99%
VMI	\$4,776	\$5,062	5.99%
VSU	\$3,007	\$3,186	5.95%
RBC	\$2,400	\$2,514	4.75%
VCCS	\$2,255	\$2,390	5.99%

Source: SCHEV survey dated May 1, 2007

Analysis of In-State Undergraduate Tuition & Fee Increases

- Increases based on BOV action except for GMU, VCU & Longwood
 - Remaining BOV are scheduled to meet in May
 - Amounts for GMU, VCU and LU represent the proposal to be submitted by the institutions' administration
- Every institution except for UVA, CWM, Longwood & Radford are below 6 percent
 - Each of the four institutions that have raised the T & F above 6 percent are:
 - below their 6-year financial plan
 - dedicating the amounts above 6% to undergraduate financial aid

Institutions Exceeding the 6% Threshold

- UVA – 8.58% increase
 - 6-Year plan: 9.93%
 - UVA will dedicate 2.58% of the increase to generate an additional \$1.5 million for Access UVA
- CWM – 7.07% increase
 - 6-Year plan: 7.10%
 - CWM will dedicate 2.0% of the increase to generate an additional \$385,000 for Gateway W&M
- Longwood – 7.14% increase
 - 6-Year plan: 7.30%
 - LU will dedicate 1.14% of the increase to generate an additional \$150,000 for financial aid
- Radford – 7.99% increase
 - 6-Year plan: 8.00%
 - Radford will dedicate 2.0% of the increase to generate an additional \$500,000 for financial aid

Out-of-State Undergraduate Tuition and Mandatory E & G Fees

Inst	2006-07	2007-08	% Incr
GMU	\$16,896	\$17,923	6.08%
ODU	\$14,392	\$15,262	6.05%
UVA	\$24,382	\$26,071	6.93%
VCU	\$16,067	\$17,069	6.24%
VT	\$17,889	\$18,538	3.63%
CWM	\$21,823	\$23,407	7.26%
CNU	\$10,890	\$11,146	2.35%
UVA- Wise	\$14,348	\$15,149	5.58%

Inst	2006-07	2007-08	% Incr
JMU	\$13,174	\$14,140	7.33%
LU	\$11,719	\$12,658	8.01%
UMW	\$14,154	\$15,004	6.01%
NSU	\$12,900	\$13,620	5.58%
RU	\$11,476	\$12,360	7.70%
VMI	\$19,585	\$20,906	6.74%
VSU	\$10,079	\$10,838	7.53%
RBC	\$10,166	\$10,672	4.98%
VCCS	\$7,207	\$7,645	6.08%

Source: SCHEV survey dated May 1, 2007

Analysis of Out-of-State Undergraduate T & F Increases

- While percentages may vary, the dollar increase approved for out-of-state undergraduates exceeds that of in-state undergraduates
- In general, out-of-state tuition and fees remains about four times that of in-state tuition and fees
 - State requires that out-of-state students pay at least 100% of cost of education
 - Out-of-state students comprise about 20% of the student population but generate more than 40% of the E & G revenue

Mandatory Non-E & G Fees (Comprehensive Fees)

- Same amount required for both in-state and out-of-state students
- Used to support auxiliary enterprises operations
 - Student life programs (recreation, athletics, health, student unions etc)
 - Self-supporting: fees and sales and service revenues
- Section 4-2.01 b. 8. of the General Provisions limit comprehensive fee increases to 5 percent above amounts needed for compensation increases, approved capital projects, federal mandates and student health services
 - Institutions governed under Management Agreements (CWM, UVA, VT) are exempt from 4-2.01 b. 8.

Mandatory Non-E & G Fees (Comprehensive Fees)

Inst	2006-07	2007-08	% Incr
GMU	\$1,656	\$1,805	9.00%
ODU	\$2,266	\$2,486	9.71%
UVA	\$1,563	\$1,679	7.42%
VCU	\$1,549	\$1,671	7.88%
VT	\$1,160	\$1,237	6.64%
CWM	\$3,225	\$3,527	9.36%
CNU	\$2,642	\$3,004	13.70%
UVA- Wise	\$2,380	\$2,666	12.02%

Inst	2006-07	2007-08	% Incr
JMU	\$3,062	\$3,246	6.01%
LU	\$3,540	\$3,720	5.08%
UMW	\$1,810	\$1,964	8.51%
NSU	\$2,476	\$2,622	5.90%
RU	\$2,018	\$2,150	6.54%
VMI	\$4,697	\$4,986	6.15%
VSU	\$2,433	\$2,469	1.48%
RBC	\$120	\$130	8.33%
VCCS	\$14	\$14	0.00%

Source: SCHEV survey dated May 1, 2007

Analysis of Comprehensive Fee Increases

- Institutions comply with budget language after allowing for compensation, capital projects, student health and federal mandates
- ODU exceeds the 5 percent figure in order to satisfy requirements of Title IX related to the institution's decision to add football
- VMI exceeds the 5 percent figure because of increased costs to the Unique Military Activities program (UMA)
 - UMA costs are grouped under the comprehensive fee but have typically been handled as a separate program from auxiliary enterprises

Summary

- All institutions have complied with the provisions of the budget with regard to tuition and mandatory E & G fees
 - Average tuition costs will increase 6.4 percent
- Most institutions are in compliance with the general provisions regarding the increases to the mandatory non-E & G fee or comprehensive fee
 - Average comp fee costs will increase 7.7 percent
- The mandatory cost of attending a public higher education institution will increase on average about 6.8 percent