



Discussion of Fees for FY2018-2019

Presentation to Audit & Business Committee
Board of Trustees

March 22, 2018



Non-Mandatory Fee Proposal 2018-2019

- Parking
 - Third year of 10-year plan

Zone 1 & 2 (inner campus and residence halls)	\$15/year increase
Zone 3 (Tech Village, inner campus access)	\$7.50/year increase
Zone 4 (outer campus)	\$9/year

- Housing
 - 3% increase for residence halls and Tech Village apartments



MAINTENANCE AND MANDATORY FEES DISCUSSION

THEC Recommendation 2018-2019 Annual Rates

2018-19 Anticipated Binding Rates			
Maintenance Fee		Maintenance + Mandatory Fees	
Minimum	Maximum	Minimum	Maximum
\$0 or less	\$230	\$0 or less	\$266



THEC Recommendation 2018-2019 Annual Rates

2018-19 Maintenance and Mandatory Fee Increase Scenario and Comparison – 3% Limit

2017-18			2018-19			Combined Increase	Combined % Increase
Maintenance Fee	Mandatory Fee	Maintenance + Mandatory	Maintenance Fee	Mandatory Fee	Maintenance + Mandatory		
\$7,656	\$1,217	\$8,873	\$7,886	\$1,254	\$9,139	\$266	3%



Per Semester In-state Maintenance Fee History

	Fall 2014	Fall 2015*	Fall 2016	Fall 2017	Fall 2018**
Undergraduate Maintenance	\$3,237	\$3,591	\$3,690	\$3,828	\$3,930
Dollar increase over prior year	\$189	\$354	\$99	\$138	\$102
Percentage increase	6.2%	10.9%	2.8%	3.74%	2.66%
*Collapsed existing mandatory and non-mandatory fees equivalent to \$18 per UG hour in Maintenance fees					
**Anticipated maintenance fee to be effective with fall 2018					
Rate per credit hour	\$257	\$285	\$293	\$304	\$312
Dollar increase	\$15	\$28*	\$8	\$11	\$8



Per Semester Mandatory Fees

	2017-18	2018-19	Dollar Increase	Percentage Increase
Athletic Fee	\$248	\$248	Zero	Zero
Campus Recreation	\$48	\$48	Zero	Zero
Technology Access Fee	\$112.50	\$112.50	Zero	Zero
Facilities Development Fee	\$51	\$51	Zero	Zero
Debt Service	\$129	\$129	Zero	Zero
SGA/SOLO	\$20	\$30	\$10	50%
Student Mental Health Wellness	New Fee	\$3	\$3	100%
Combined Total All Mandatory Fees	\$608.50	\$621.50	\$13	2.14%



Fees not subject to THEC binding rates

- Graduate maintenance fee
- Out-of-state tuition
- Non-mandatory fees (request approval at this meeting)



Anticipated graduate maintenance fees

Graduate In-State Tuition				
	Fall 2017	Fall 2018	Dollar Increase	Percentage Increase
For Base 10 Hours	\$4,880	\$5,020	\$140	2.9%
Hourly rate over base hours	\$96	\$99	\$3	3.1%



Out-of-state tuition

- Out-of-state students pay same maintenance and other fees as in-state students, plus an out-of-state tuition rate
- 2017-2018 out-of-state tuition rate
 - Base (12 credit hours) \$7,932
 - Hourly rate over base \$132
- No increase in out-of-state tuition is anticipated



New resources and uses 2018-2019

Governor's budget dedicated to 2.5% salary improvements	\$1,281,500
Governor's budget dedicated to formula outcomes	\$1,327,400
Outcomes formula adjustment	\$463,400
Total anticipated increase in state appropriations	\$3,072,300
Revenue generated per 2.66% maintenance fee increase	\$1,982,700
Resources anticipated to address needs	\$5,055,000

Cost of 2.5% salary improvements with fringe benefits	\$2,216,354
Dedicate funds to reestablish operating fund balance	\$2,000,000
Cost increases other than salaries and fringe benefits (2017 HEPI 3.7%)	\$1,802,000
Total anticipated needs for FY2018-19	\$6,018,354

Difference between resources and needs	\$(963,354)
---	--------------------



DISCUSSION