

SENATE RESOLUTION # 1807

Title: Statement on Tuition Policy
Date: November 13, 1995
Authors: Consumer Committee
Sponsors: Senators Docter, Harris, Hartley, Khan, Marus, and Otto

1 WHEREAS, the fiscal responsibility of maintaining excellence
2 in higher education is increasing; and
3 WHEREAS, these needs must be met in order to maintain a level
4 of excellence at a university; and
5 WHEREAS, the options available for meeting these increased
6 costs are limited to raising tuition, reducing the quality of
7 university programs, reducing the quantity of university
8 programs, increasing state appropriations, or increasing the
9 degree of development funding; and
10 WHEREAS, the level of tuition increases should seek a balance
11 between the benefits derived from enhanced revenues and the
12 disadvantages associated with increasing costs for students;
13 and
14 WHEREAS, severe tuition increases may result in a decrease in
15 recruitment and retention rates at the University of Wyoming,
16 and
17 WHEREAS, the Student Senate of the Associated Students of the
18 University of Wyoming has consistently supported a maximum
19 annual tuition increase of ten percent, affirmed by Senate
20 Resolutions #1758 and #1785; and
21 WHEREAS, the University of Wyoming has proposed an increase
22 between 5.00% and 7.50% of the existing tuition rate for both

23 resident and non-resident students; and
24 WHEREAS, this increase would raise resident students' tuition
25 by \$50.13 - \$70.18 per year and would raise non-resident
26 students' tuition by \$160.00 - \$224.00 per year; and
27 WHEREAS, the proposed tuition increase for FY '97 will remain
28 consistent with the views of prior Student Senates of the
29 Associated Students of the University of Wyoming legislation;
30 and
31 WHEREAS, proposals currently being discussed, including non-
32 incremental scholarships, assessing tuition on a per credit
33 hour basis, assessing tuition at the community college rate,
34 1% tuition increase, raising tuition to maintain the 15th
35 percentile or increase to the 20th percentile are not
36 equitable to the students at the University of Wyoming;
37 THEREFORE, be it resolved by the Student Senate of the
38 Associated Students of the University of Wyoming that we
39 support the proposed tuition increase of 5.00% for both
40 resident students and non-resident students if revenues
41 generated from tuition increases continue to be directed
42 toward enhancing the quality of student affairs and academic
43 programs at the University of Wyoming, as resolved by the
44 Student Senates of the Associated Students of the University
45 of Wyoming in the past; and
46 THEREFORE, be it further resolved that the Student Senate does
47 not support any of the proposals outlined in the tuition
48 scenerio addendum. (see addendum)

Referred to: Committee of the Whole

Date of Passage: Nov. 14, 1995 Signed: Judene M. Paul
ASUW Chairperson

"Being enacted on 11/15/95, I do hereby sign my name
hereto and approve this Senate action." Jan Kroul
ASUW President

TUITION SCENARIOS

- **Scholarships:** There is no advantage to cutting scholarships unless, as part of the cut, the student recipient is required to pay some portion of the assessed tuition. If the University cut those scholarships over which it has 100% control to 90% tuition the potential revenue would be:

(Section I scholarships – Table 1)

STATUS	RES UGRAD	NRES UGRAD	RES GRAD	NRES GRAD
NUMBER	206	72	533	14
10%/TUITION	\$17,366	\$21,902	\$56,125	\$4,549

- **Assessing tuition on a per credit hour basis**

(Table 3)

Projected Income	\$29,408,365	(steady state enrollment)
Base Income	<u>\$22,631,045</u>	
Potential Gross	\$ 6,777,320	
Scholarship Funding	<u>\$(2,000,000)</u>	
Potential Net	\$ 4,777,320	

Pros:

- Will potentially generate additional income

Cons:

- Tuition and fee scholarships will required individual processing
- Accounts Receivable will spend considerable resources collecting small amounts
- Institution will be perceived as more expensive (and will be)

- **Assessing tuition at the community college rate plus 10% for lower division students and raising upper division tuition to achieve revenue neutrality by status (resident undergrad, non-resident undergrad)**

(Table 4)

STATUS	current	proposed	% change
Lower Division Resident Undergraduate	70.25	35.20	-49.89
Upper Division Resident Undergraduate	70.25	91.26	29.91
Lower Division Non-Resident Undergrad	253.50	105.60	-58.34
Upper Division Non-Resident Undergrad	253.50	383.63	51.33
(revenue neutral and steady state)	-		

Pros:

- May generate increased enrollments in the freshman class

Cons:

- Generating additional freshman enrollments does not in itself sustain revenue growth. The retention of freshman enrollees (18 - 20% loss fall to spring) represents a greater opportunity to sustain revenue growth
 - Penalizes (at least for two years: Resident - 30%, Non-Res. - 51%) the retained student and the largest segment of the student population
 - Students do look at continuing costs of education -- and the upper division differential may over-shadow any advantage the lower division tuition may represent
- 1% Tuition increase (steady state enrollment)
(Tables 5 and 6)

PROJECTED INCOME

STATUS	YEAR 1	YEAR 2	BIENNIUM
Resident Undergraduate	\$ 95,955	\$191,909	\$287,864
Scholarship Allowance	\$ 23,184	\$ 46,368	\$ 69,552
Net Income	\$ 72,771	\$145,541	\$218,312
Non-Resident Undergraduate	\$ 89,137	\$178,273	\$267,410
Scholarship Allowance	\$ 15,239	\$ 30,478	\$ 45,717
Net Income	\$ 73,898	\$147,795	\$221,693
Resident Graduate	\$ 26,294	\$ 51,493	\$ 77,787
Scholarship Allowance	\$ 11,448	\$ 22,419	\$ 33,867
Net Income	\$ 14,846	\$ 29,074	\$ 43,920
Non-Resident Graduate	\$ 11,774	\$ 23,711	\$ 35,485
Scholarship Allowance	1,166	\$ 2,349	\$ 3,515
Net Income	\$ 10,608	\$ 21,362	\$ 31,970
Total Net Income	\$172,123	\$343,772	\$515,895

- Raising tuition to: estimated 15th percentile, estimated 20th percentile, and median of OIA developed comparator listing
(Tables 7A, 8A, and 9A)

	15th Percent	20th Percent	Comparator
Res Undergrad	\$ 630,559	\$ 1,000,669	\$ 2,378,303
Scholarship Allowance	\$ 152,352	\$ 241,776	\$ 574,632
Net Income	\$ 478,207	\$ 758,893	\$ 1,803,671
Tuition, % Change	6.55%	10.39%	24.7%

Nres Undergrad	\$ 686,876	\$ 1,029,439	\$ 401,988
Scholarship Allowance	\$ 117,428	\$ 175,993	\$ 68,724
Net Income	\$ 569,448	\$ 853,446	\$ 333,264
Tuition, % Change	7.75%	11.62%	4.54%

Res Graduate	\$ 169,818	\$ 268,422	\$ 635,448
Scholarship Allowance	\$ 73,935	\$ 116,865	\$ 276,660
Net Income	\$ 95,883	\$ 151,557	\$ 358,788
Tuition, % Change	6.62%	10.47%	24.79%

Nres Graduate	\$ 92,065	\$ 137,688	\$ 70,316
Scholarship Allowance	\$ 9,121	\$ 13,964	\$ 6,966
Net Income	\$ 82,944	\$ 123,724	\$ 63,350
Tuition, % Change	7.8%	11.66%	5.96%

Total Net Income	\$ 1,226,482	\$ 1,887,620	\$ 2,559,073
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- Potential new revenue generated by increasing current College of Pharmacy and College of Law differentials by 10% (Table 2)

- Annual \$30,906
- Biennium \$61,812

- Retention: The University, on average, losses 18% to 20% of its lower division full-time enrollments from fall to spring semesters. Increasing

retention obviously represents a opportunity to maintain (increase) tuition revenues.

Lower Division Full-time Enrollment Loss Fall to Spring 1994	
Resident	Non-Resident
454 (19%)	141 (17%)

If loss was reduced to 15%, the University would retain 88 additional residents and 17 non-residents. If tuition and fees for the period 1992 through 1994 - 1995 are utilized -- the additional retention would have generated \$444,313 in tuition and fee income over the four years.

If steady state were assumed and the University maintained loss at 15% in each of the four years, the additional retention would have generated \$1,183,168 in tuition and fee income over the four years.

STATE APPROPRIATED GRANTS AND AID

TABLE 1

AWARD	94-95 ACADEMIC YEAR		FY 1996 BUDGET	FORMULA
	NUMBER	EXPENDED		
COUNTY COMMISSIONER	37	66,690	135,225	45 Res T&F at UW, 45 Res T&F at Comm Coll
DEBATE	20	35,400	37,642	6 Res T&F, 4 NRes T&F
GRADUATE ASSISTANT	G 659	1,122,181	1,244,025	513 Res Grad T&F
GRADUATE SCHOOL	G 17	33,672	36,052	4 Res Grad T&F, 6 NRes Grad T&F
HONOR	834	1,461,738	1,804,000	800 Res T&F at UW, 200 Res T&F at Comm Coll
LAW SERVICE	L 21	28,035	29,346	4 Res Law T&F, 2 NRes Law T&F
MARCHING BAND	64	14,350	10,000	50 at \$200 each
MUSIC	125	188,432	274,056	56 Res T&F, 32 NRes T&F
MUSIC LESSONS	150	40,125		50 at \$400 each
SUMMER CAMP	340	29,830		16 at \$65 each
RODEO	40	93,696	99,344	24 Res T&F, 8 NRes T&F
ROTC ROOM AND BOARD	17	32,454	56,320	16 at R&B
SPECIAL SERVICES	100	11,200	19,380	lump sum allocation of \$19,380
SUMMER INSTITUTE	48	20,000	20,000	lump sum allocation of \$20,000
SUPERIOR STUDENT	96	495,690	552,500	100 Res T&F and R&B
SUP. STU. IN EDUCATION	42	218,538	160,400	80 Res T&F
THEATER	24	54,480	57,692	16 Res T&F, 4 NRes T&F
UNIVERSITY SCHOLARS	74	135,468	144,360	72 Res T&F
VIETNAM VETERANS	54	49,367	84,300	50 Res T&F
YOUTH OPPTY. GRANTS	66	11,250	15,000	lump sum allocation of \$15,000
WYOMING EXCELLENCE	82	80,000	400,000	400 at \$1000 each
WYOMING ACHIEVEMENT	109	108,000	300,000	400 at \$750 each
STUDENT LEADER	24	14,400	60,000	100 at \$600 each
MISCELLANEOUS -			272,407	
AIR FORCE ROTC	1	100		2 at \$100 per year
ARMY ROTC	1	100		2 at \$100 per year
BOYS STATE	0	0		1 Res T&F
CUSTODIAL	0	0		Res T&F for any who qualify
FOREIGN STUDENTS	7	24,188		4 NRes T&F
GIRLS STATE	0	0		1 Res T&F
INTER-AMERICAN	7	14,864		2 NRes T&F and R&B
LASPAU	0	0		NRes T&F for those matched by LASPAU
PHARMACY	2	600		5 at \$200 per year
PHYSICS TEACHERS	0	0		Res T&F for those matched by APTA
PEPSTERS	17	6,500		13 at \$500 per year
VOCATIONAL REHAB	112	87,879		80 at 1/2 Res T&F
WAR ORPHANS	0	0		Res T&F for any who qualify
WYOMING PRIDE	5	6,678		10 Res T&F
Totals (non-athletic)	3,195	\$4,485,905	\$5,812,049	
INTERCOLLEGIATE ATHLETICS				
ACADEMIC COUNSELING	0	0	57,734	
ATHLETICS - MISC	0	0		
BASEBALL (MEN)	11.7E 21	90,000	105,104	2.5 Res T&F, 9.2 NRes T&F
BASKETBALL (MEN)	13 12	59,842	128,999	13 NRes T&F
BASKETBALL (WOMEN)	15 11	50,854	148,845	15 NRes T&F
FOOTBALL (MEN)	85 80	426,144	843,455	85 NRes T&F
GOLF (MEN)	4.5E 6	25,872	29,261	3.5 Res T&F, 1 NRes T&F
GOLF (WOMEN)	6E 7	19,713	46,344	3 Res T&F, 3 NRes T&F
MANAGERS	2	1,908	60,183	4 Res T&F, 1 NRes T&F
SOCCER (WOMEN)	0	0	45,240	
SPORTS INFORMATION	0	0		
SWIMMING (MEN)	9.9E 15	53,895	89,442	2 Res T&F, 7.9 NRes T&F
SWIMMING (WOMEN)	14E 21	82,888	116,932	5 Res T&F, 9 NRes T&F
TRACK (MEN)	12.6E 0	0		5 Res T&F, 7.6 NRes T&F
TRACK (WOMEN)	16E 23	73,100	123,584	8 Res T&F, 8 NRes T&F
TRAINERS	14	30,093	55,250	10 Res T&F
VOLLEYBALL (WOMEN)	12 11	57,908	119,076	12 NRes T&F
WRESTLING (MEN)	9.9E 20	74,164	89,442	2 Res T&F, 7.9 NRes T&F
Total Athletics	243	\$1,046,381	\$2,058,891	
Grand Totals	3,438	\$5,532,286	\$7,870,940	

DIFFERENTIAL INCOME FOR PHARMACY AND LAW

Table 2
11/8/95

PHARMACY

	Resident	Non-Resident	150%
Fall 1995 Differential	93 \$210.00	25 \$750.00	5 \$750.00
Income	\$19,530.00	\$18,750.00	\$3,750.00
10% Diff. Increase	\$231.00	\$825.00	\$825.00
Income	\$21,483.00	\$20,625.00	\$4,125.00
New Income	\$1,953.00	\$1,875.00	\$375.00
Annual: New income from 10% differential increase			\$8,406.00

LAW

Fall 1995 Differential	153 \$500.00	59 \$500.00	13 \$500.00
Income	\$76,500.00	\$29,500.00	\$6,500.00
10% Diff. Increase	\$550.00	\$550.00	\$550.00
Income	\$84,150.00	\$32,450.00	\$7,150.00
New Income	\$7,650.00	\$2,950.00	\$650.00
Annual: New income from 10% differential increase			\$22,500.00