

UTAH SYSTEM OF
HIGHER EDUCATION

Tuition Proposal Hearing

Annual Examination and Review

March 2019

March 28 Meeting Schedule

Morning Session

11:00 Commissioner's Office
11:45 SLCC
12:15 SNOW

Break for Lunch
12:45-1:30

Afternoon Session

1:30 DSU
2:00 SUU
2:30 WSU
3:00 UVU
3:30 UU
4:00 USU
4:30 Student Leaders & Public
5:00 Board Discussion

Regents' Commitment to Affordable College

"Ensure all Utahns can affordably access a quality postsecondary education with the tools, resources, and information that start them on the path to completion, especially for underserved populations and first-generation college students."



Revisions to Board Tuition Setting Procedures

- Discontinued uniform first-tier + institution second-tier tuition structure to an institution specific tuition rate approach (2019-20)
- Additional detail from institutions including:
 - A detailed list of uses for tuition revenue
 - Demonstrated support from students and Trustees
 - Anticipated impact on student access, retention, and completion rates
 - Dollar and percentage adjustment being requested
- Institutions use of tuition dollars will be subject to spot audits



Truth-in-Tuition Hearings & Public Review

- USHE institutions must hold public “Truth-in-Tuition” meetings with students to explain the institution’s tuition proposal and rationale. *(UCA53B-7-101.5)*
- The Board shall hold a public hearing as part of the regularly scheduled Board meeting, and provide written notice to student body presidents one-week prior to the hearing date. *(Regent Policy R511, Tuition Disclosures and Consultation)*

	<u>Truth-in-Tuition Hearings</u>	<u>Board of Trustee Review</u>	<u>Board of Regents Considerations</u>	
Utah:	March 19	March 12	Tuition Presentations	March 28
USU:	March 6	March 8	Public Hearing	March 28
WSU:	March 11	March 19		
SUU:	March 5	March 21	Final Tuition Decisions	March 29
SNOW:	March 13	March 15		
DSU:	March 5	March 22		
UVU:	March 7	March 14		
SLCC:	March 7	March 13		

Affordability Considerations prior to Approving Tuition Adjustments

- Annual Use of Tuition Reviews
- How the proposed tuition rate compares to the state's median income statistics
- State funding received by the legislature for the year
- National and regional tuition and fee comparisons for each institution
- Institution cost data
- Average student debt load in Utah
- Combined impact of tuition rate adjustments and general student fee increases
- Institution presentations and internal reallocations
- Student and public comment



Commissioner's Office Audit Report

FY2018 Use of Tuition Proceeds @ Weber State & Salt Lake Community

Audit Results:

1. The use of Tier 1 and Tier 2 tuition increases at WSU and SLCC appears appropriate for the 2017-2018 academic year
2. The Board of Regents could benefit from detailed information regarding the proposed and actual use of increased tuition funds

Recommendations:

1. Institutions include detailed information regarding the proposed use of funds generated through requested tuition increases
2. Institutions annually report the use of funds actually generated from tuition increases to the Board of Regents

By the Numbers

Board of Regents Affordability Metric

Mission	Institution	Benchmark	2019 Published Tuition & Fees as % of State Median Household Income
Research	UU	15%	14.8%
	USU – Main Campus		11.9%
Regional	WSU	10%	9.4%
	SUU		10.8%
	DSU		8.4%
	UVU		9.2%
Community College	USU – Eastern	7%	6.2%
	SNOW		6.0%
	SLCC		6.1%

By the Numbers

2020 Legislative Funding

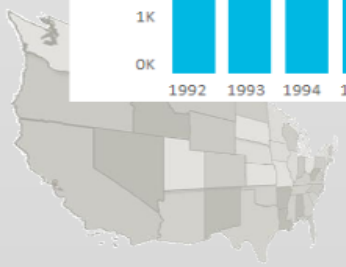
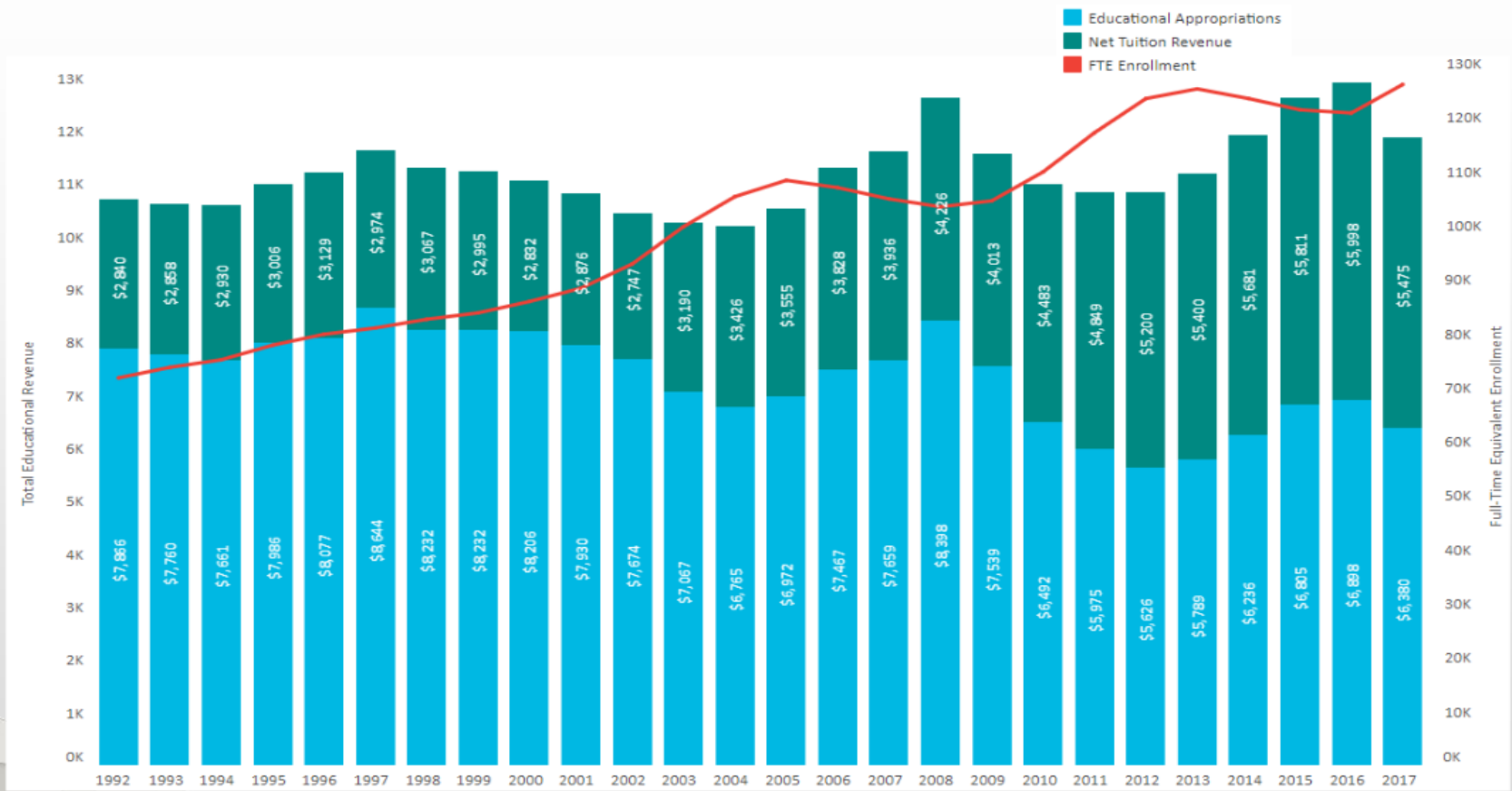
Budget Request Category	Board Request <i>(Ongoing)</i>	Legislative Appropriation* <i>(Ongoing)</i>
Compensation	\$26,162,039	\$29,887,900
Affordable Access	\$14,180,200	\$4,677,400
Timely Completion	\$15,366,287	\$3,800,000
Workforce & Research	\$10,019,800	\$7,050,000
Student Growth & Capacity	\$18,646,800	\$12,956,000
Performance Funding		\$31,500,000
ISF & O&M (Mandatory Costs)		\$6,268,900
Total	\$84,375,126	\$96,140,200

*The Legislative Appropriation has been aligned with the Board's broad budget categories, but may fund items not originally requested by the Board.

By the Numbers

Historic Tax and Tuition Funds per Student FTE

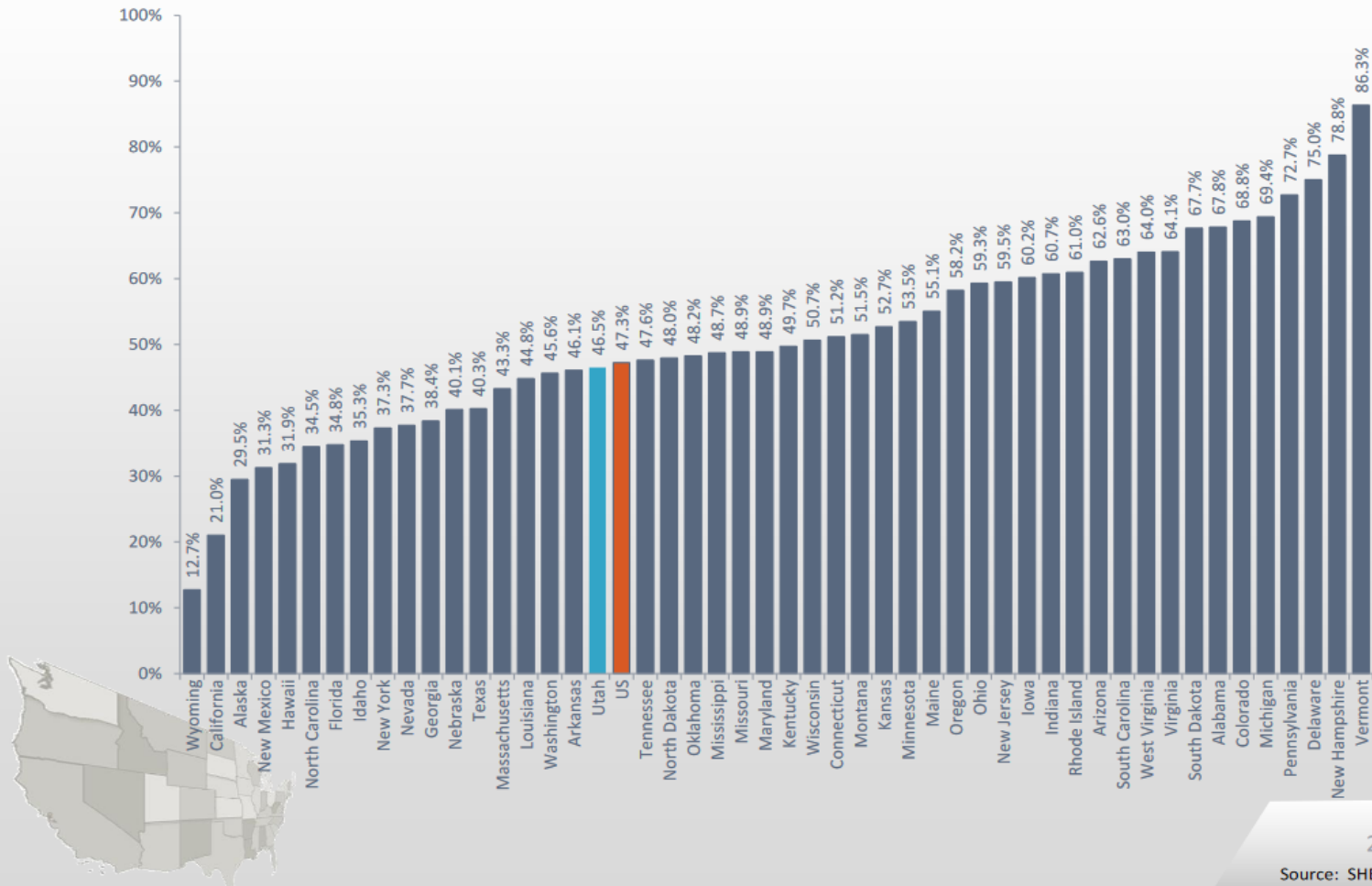
Public FTE Enrollment and Educational Appropriations per FTE, Utah, FY 1992-2017



By the Numbers

Net Tuition as a Percentage of Total Higher Ed Funding

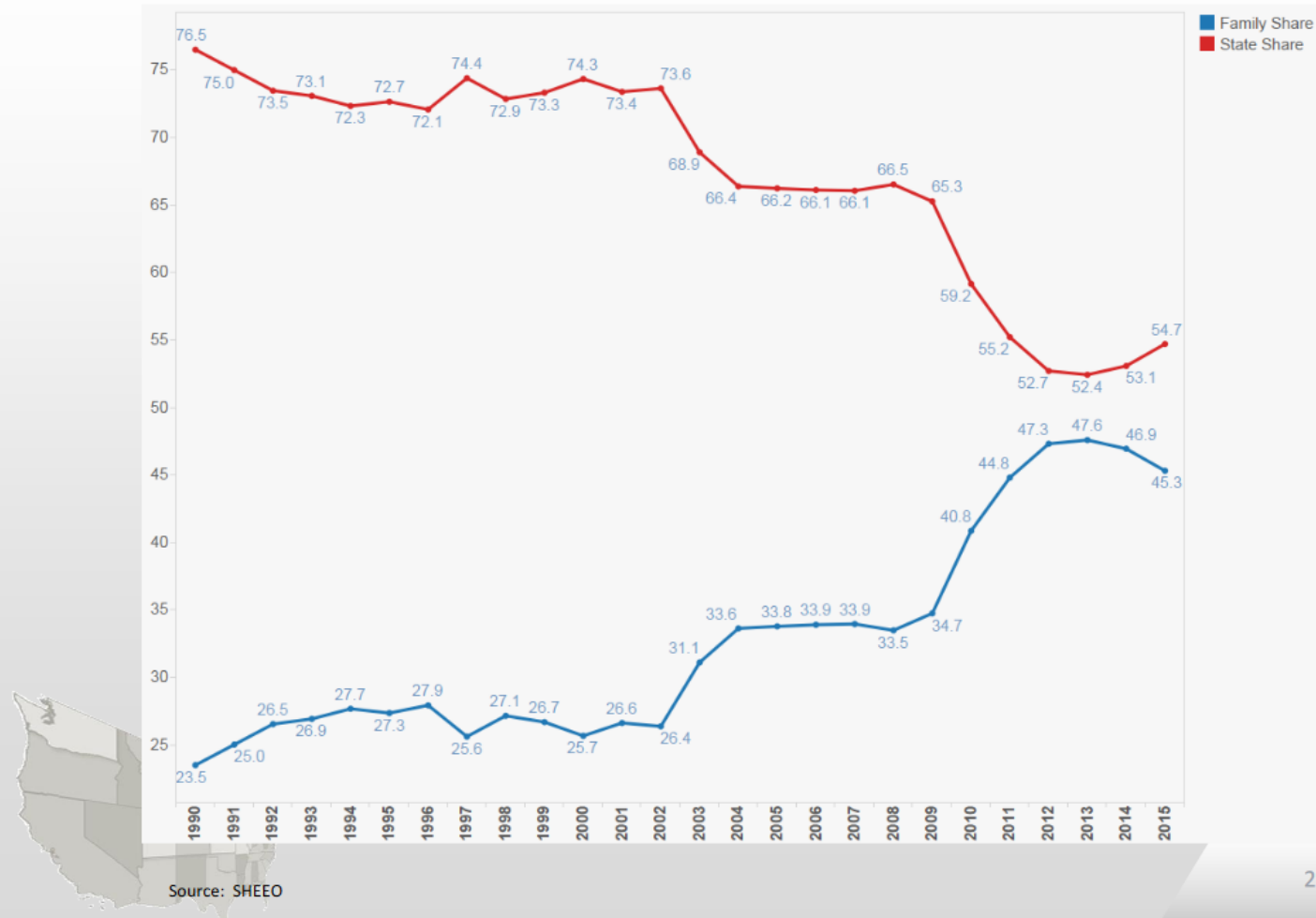
Net Tuition as a Percent of Public Higher Education Total Educational Revenue by State, FY 2016



By the Numbers

Family Share of Public Higher Education Revenues

Family Share of Public Higher Education Operating Revenues, Utah



By the Numbers

Institution Tax Fund and Tuition Fund Mix

Institution	FY 18 % Tax Funded	FY 18 % Tuition Funded
University of Utah	49%	51%
Utah State University	57%	43%
Weber State University	53%	47%
Southern Utah University	46%	54%
Snow College	67%	33%
Dixie State University	52%	48%
Utah Valley University	44%	56%
Salt Lake Community College	62%	38%
USHE System Average	51%	49%

By the Numbers

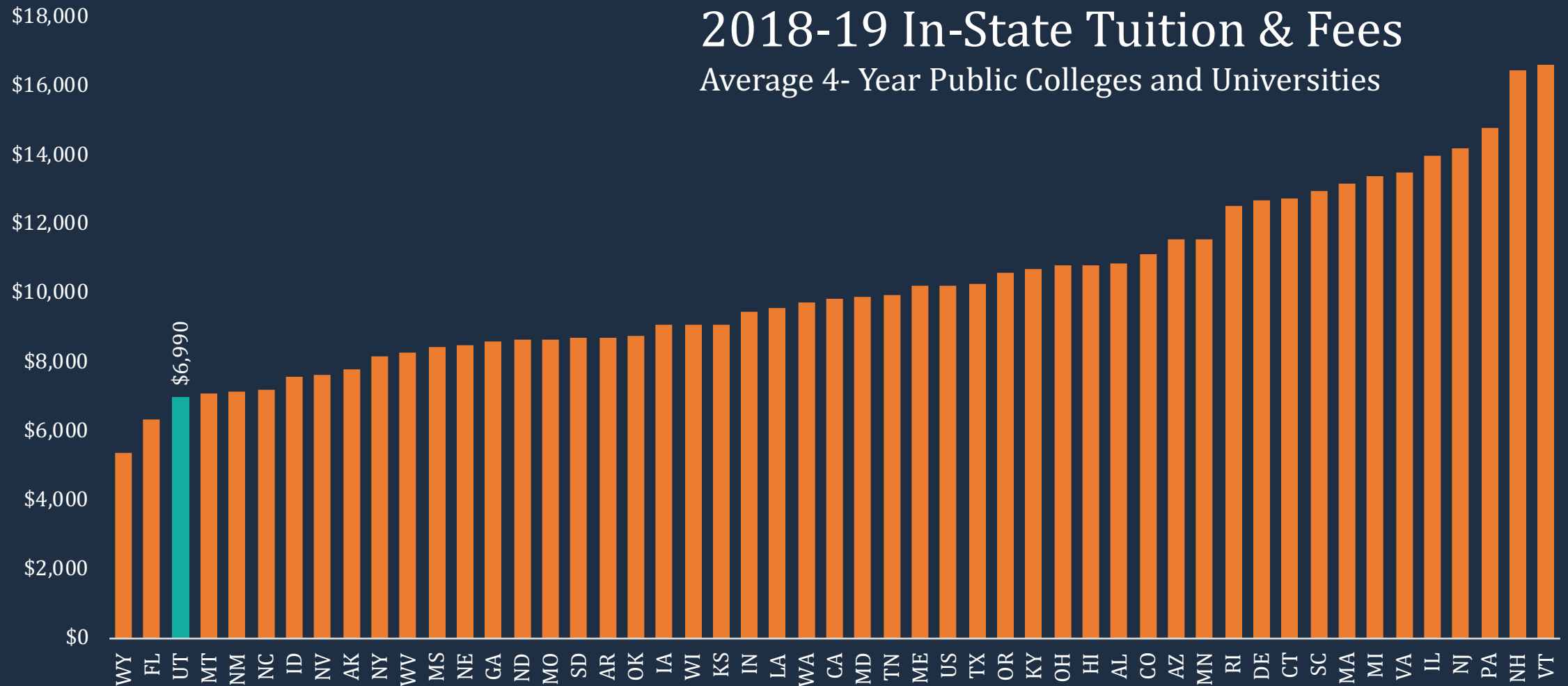
Historic Price Indices and Historic USHE Institution Tuition Increases

	13-14	14-15	15-16	16-17	17-18	18-19
CPI	1.6%	0.7%	0.7%	1.8%	2.3%	N/A
HEPI	3.0%	2.1%	1.8%	3.3%	2.8%	N/A
WICHE 4-year Resident	3.1%	2.3%	2.7%	1.6%	4.8%	2.0%
WICHE 2-year Resident	2.6%	1.4%	1.4%	1.8%	3.5%	2.1%

Institution	13-14	14-15	15-16	16-17	17-18	18-19
University of Utah	5.0%	5.8%	3.5%	3.9%	3.9%	3.9%
Utah State University	5.0%	3.4%	3.0%	3.5%	5.0%	3.9%
Weber State University	5.0%	4.0%	3.0%	3.5%	3.5%	2.5%
Southern Utah University	5.0%	4.0%	3.0%	3.5%	2.5%	1.5%
Snow College	5.0%	5.9%	3.0%	3.5%	2.5%	1.5%
Dixie State University	5.0%	4.2%	3.0%	5.0%	5.0%	3.5%
Utah Valley University	6.0%	4.0%	3.0%	3.5%	2.5%	1.5%
Salt Lake Community College	6.0%	4.0%	3.0%	3.5%	2.5%	1.5%

By the Numbers

National & Regional Comparisons

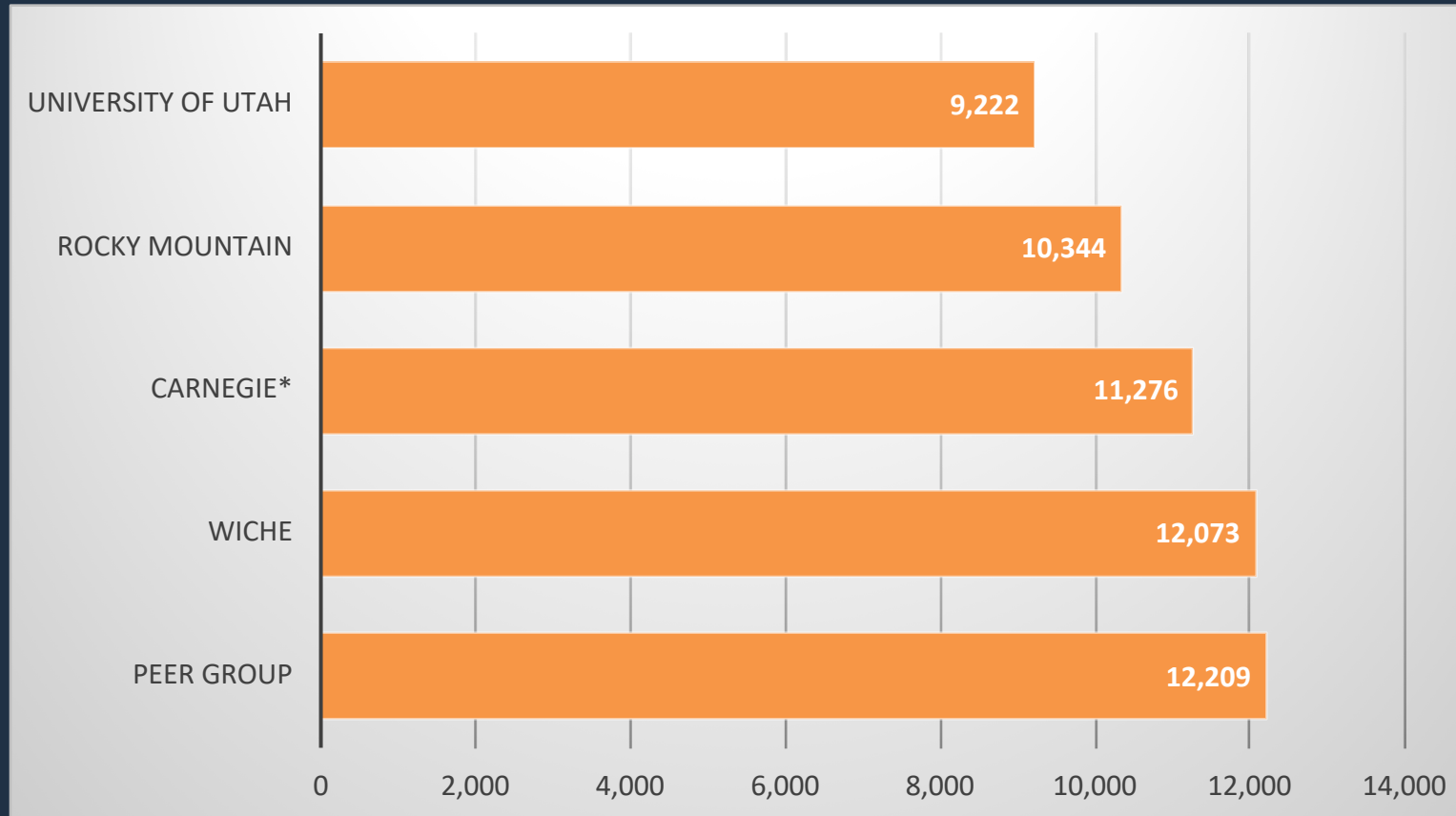


College Board, Trends in College Pricing (<https://trends.collegeboard.org/college-pricing/figures-tables/variation-published-prices#Published%20Tuition%20and%20Fees%20by%20Region%20and%20by%20State>)

By the Numbers

2018-19 Annual Undergraduate Resident Tuition & Fee Peer Comparisons

University of Utah

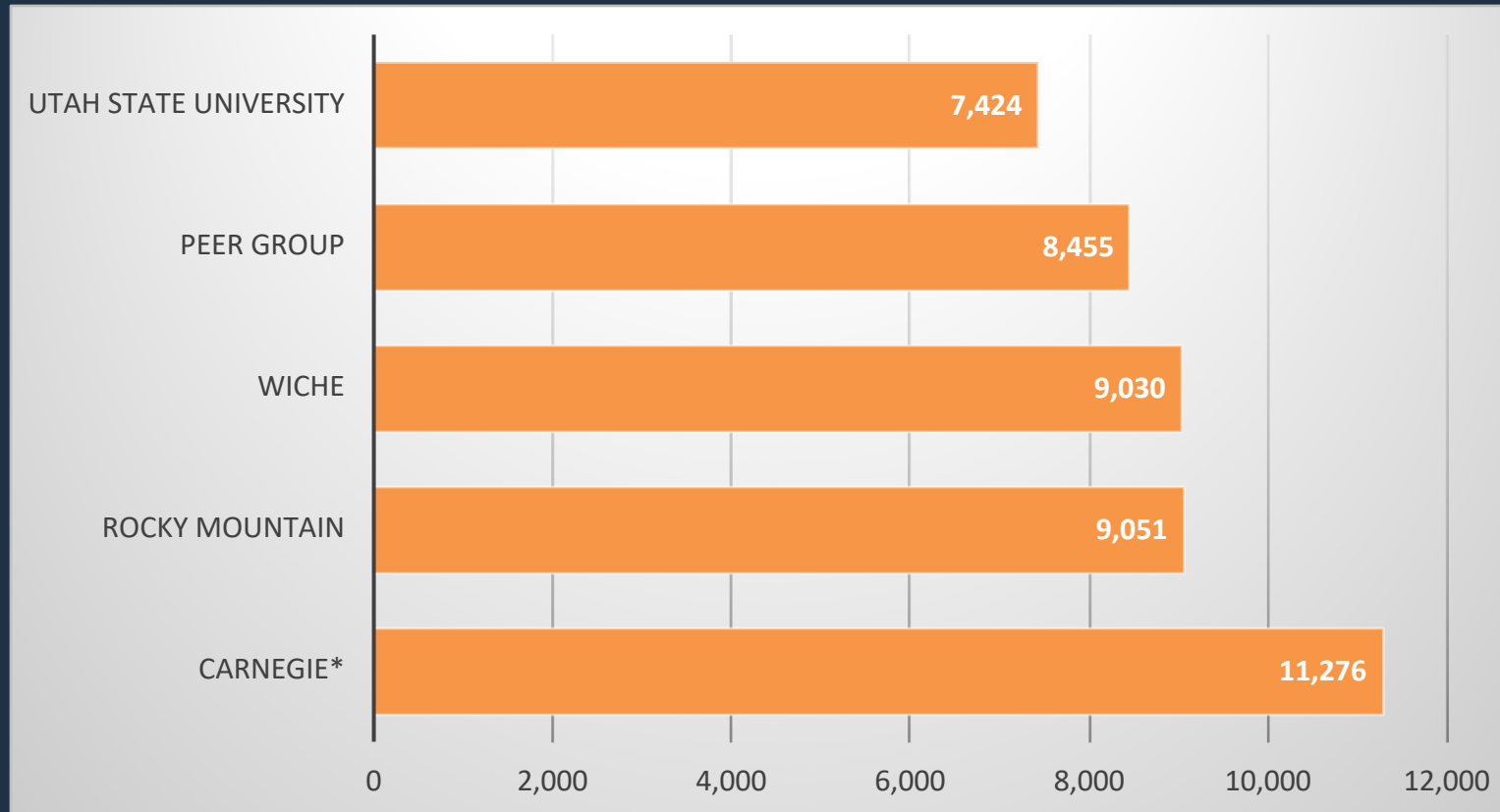


*Latest IPEDS data as of 2017-18

By the Numbers

2018-19 Annual Undergraduate Resident Tuition & Fee Peer Comparisons

Utah State University

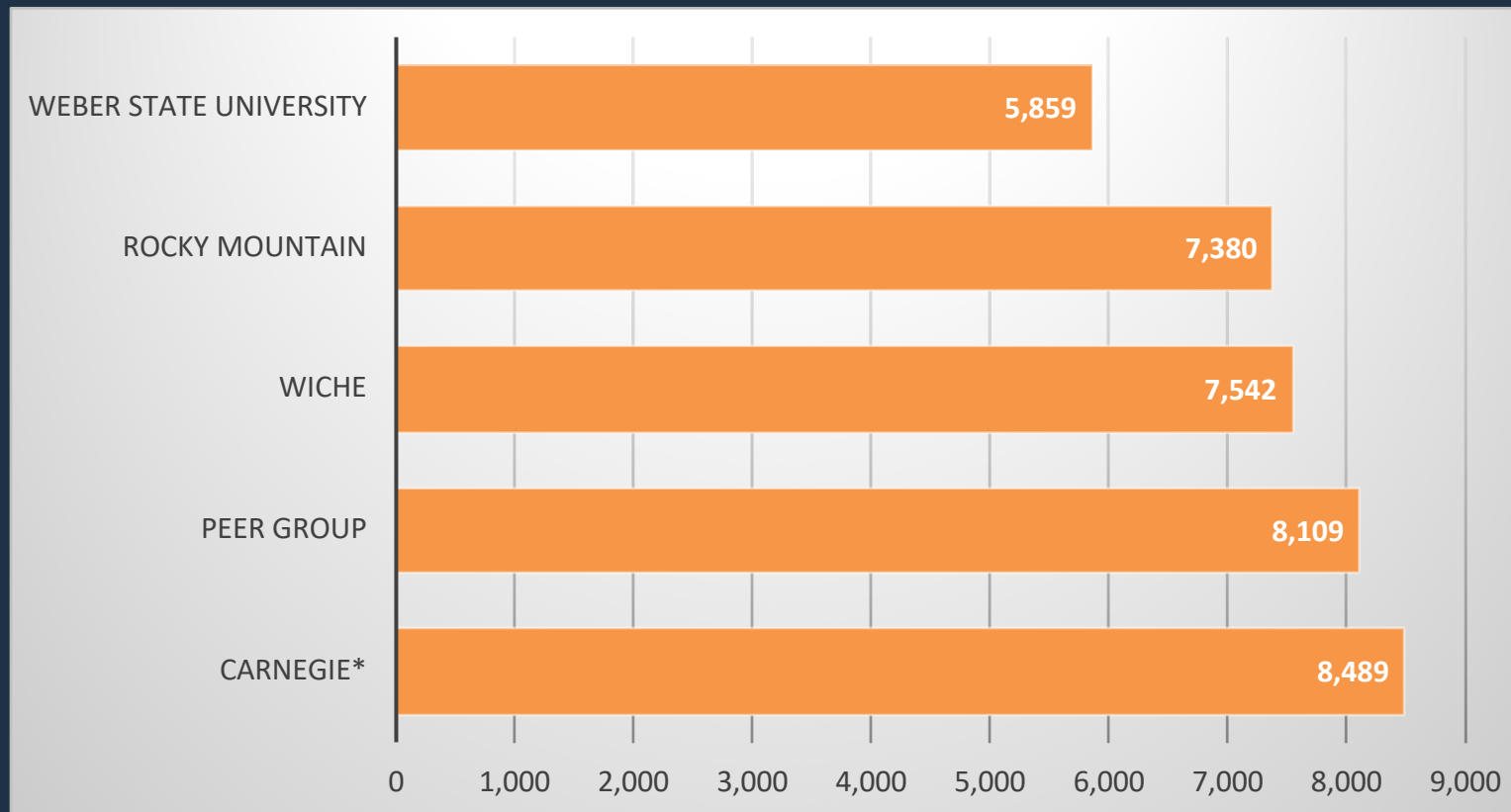


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By the Numbers

2018-19 Annual Undergraduate Resident Tuition & Fee Peer Comparisons

Weber State University

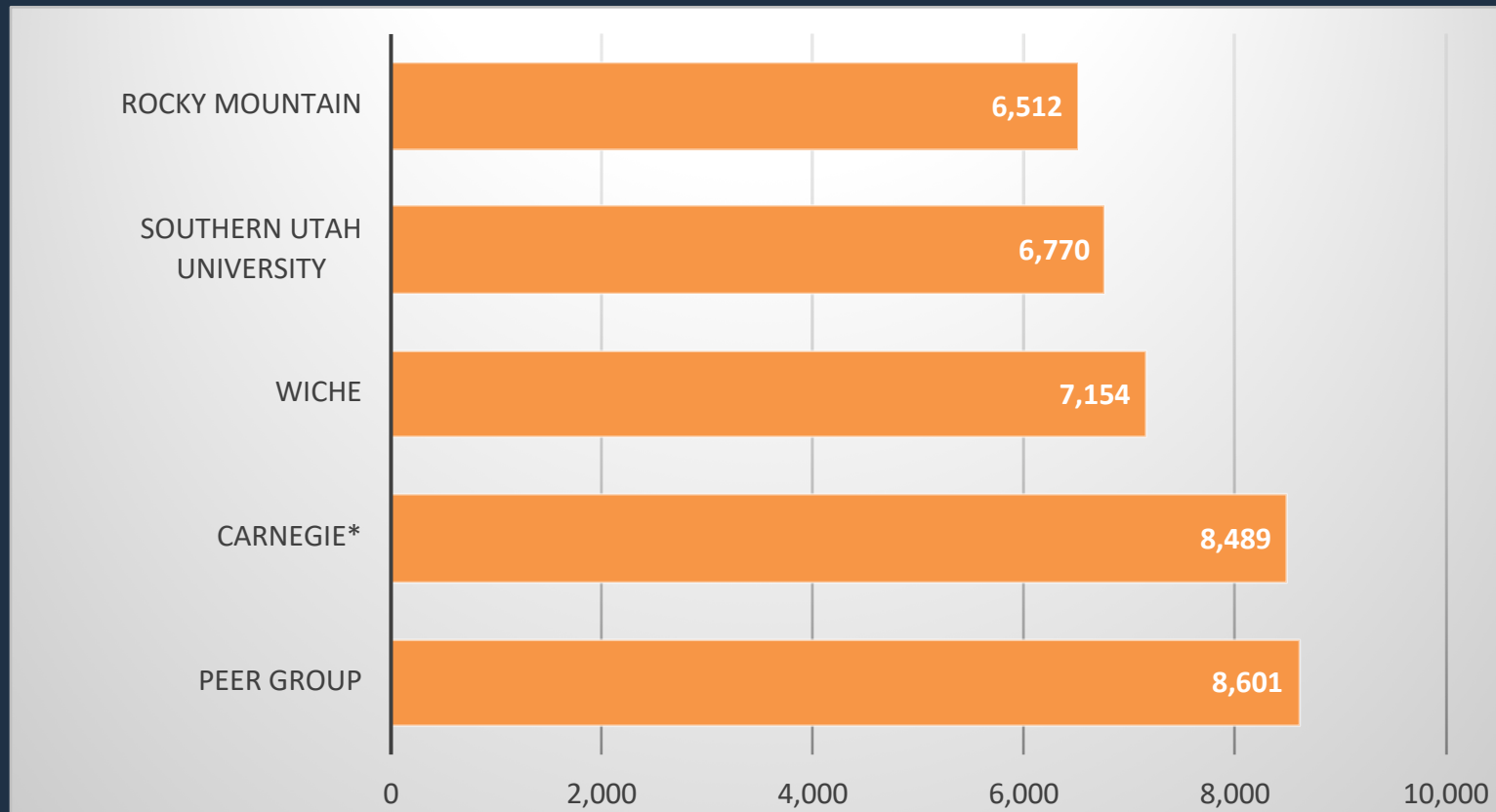


*Latest IPEDS data as of 2017-18

By the Numbers

2018-19 Annual Undergraduate Resident Tuition & Fee Peer Comparisons

Southern Utah University

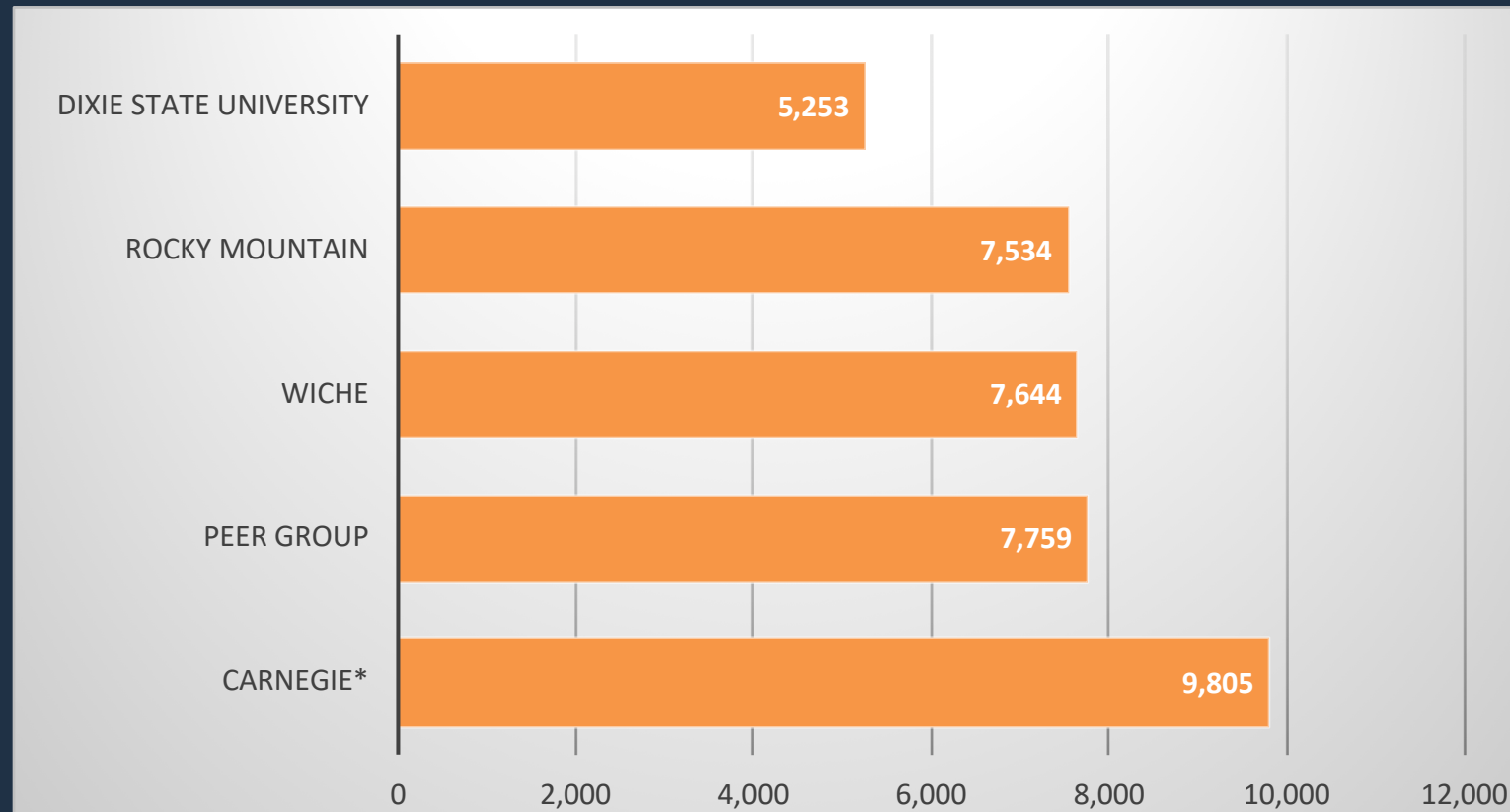


*Latest IPEDS data as of 2017-18

By the Numbers

2018-19 Annual Undergraduate Resident Tuition & Fee Peer Comparisons

Dixie State University

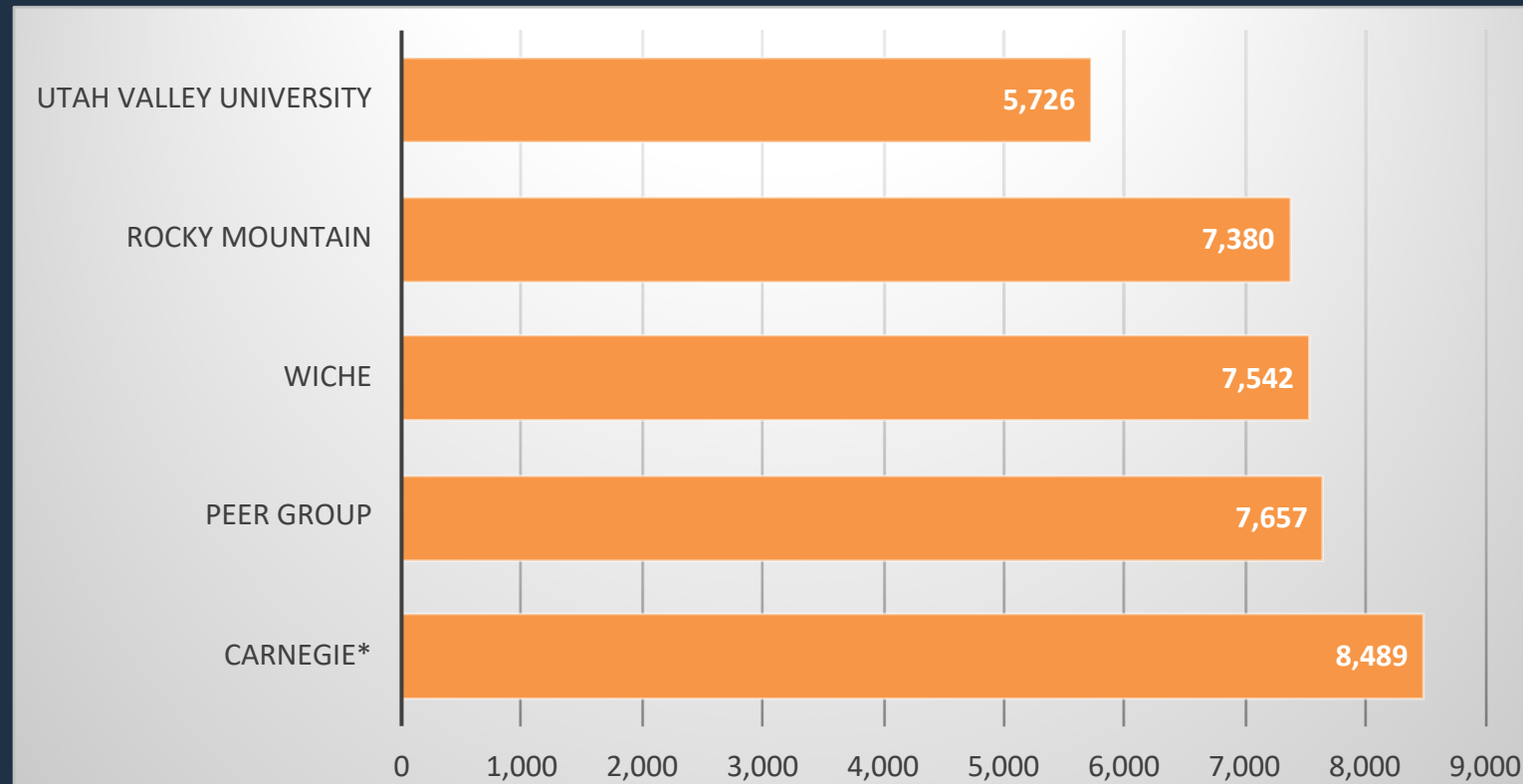


*Latest IPEDS data as of 2017-18

By the Numbers

2018-19 Annual Undergraduate Resident Tuition & Fee Peer Comparisons

Utah Valley University

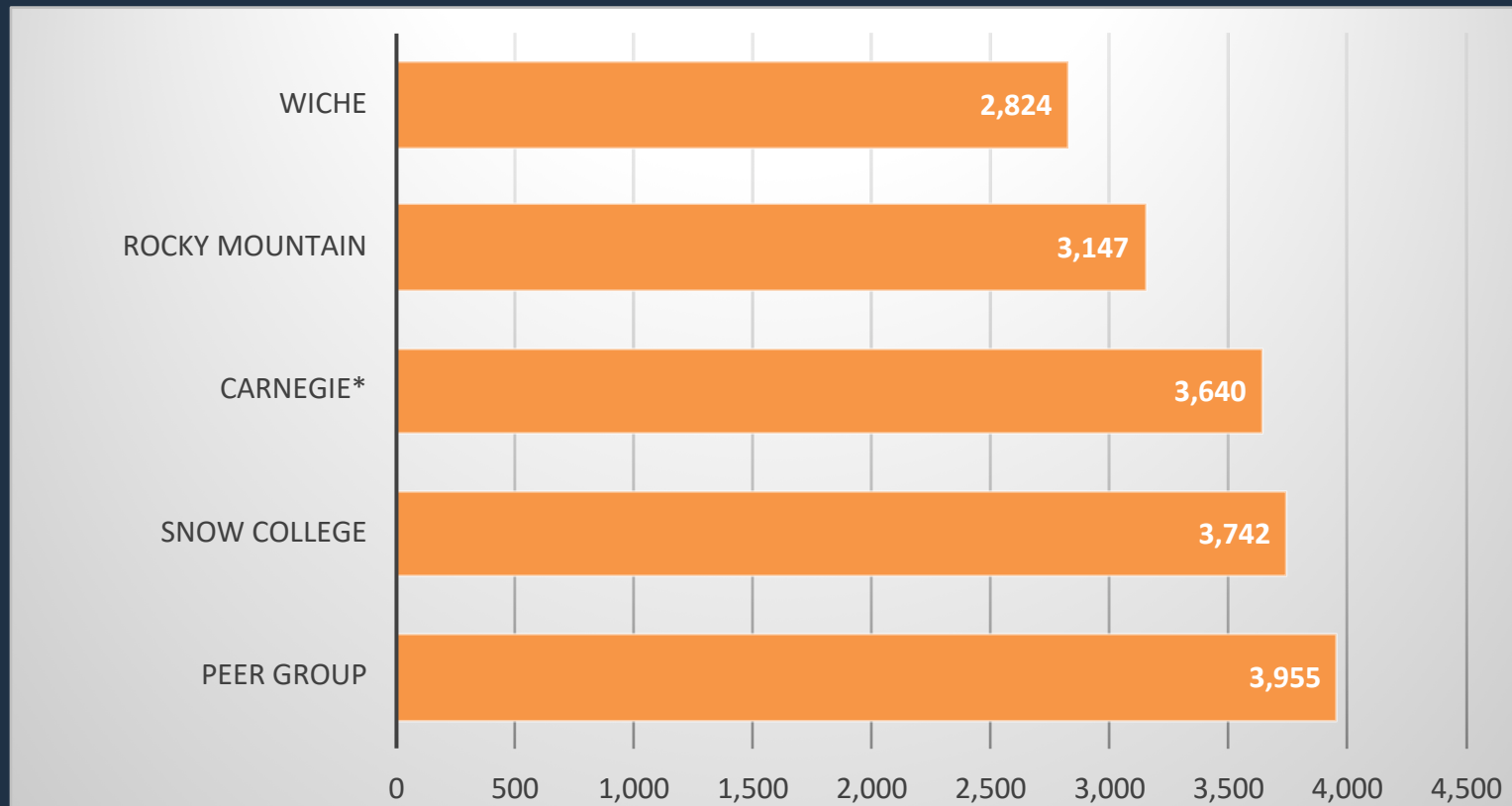


*Latest IPEDS data as of 2017-18

By the Numbers

2018-19 Annual Undergraduate Resident Tuition & Fee Peer Comparisons

Snow College

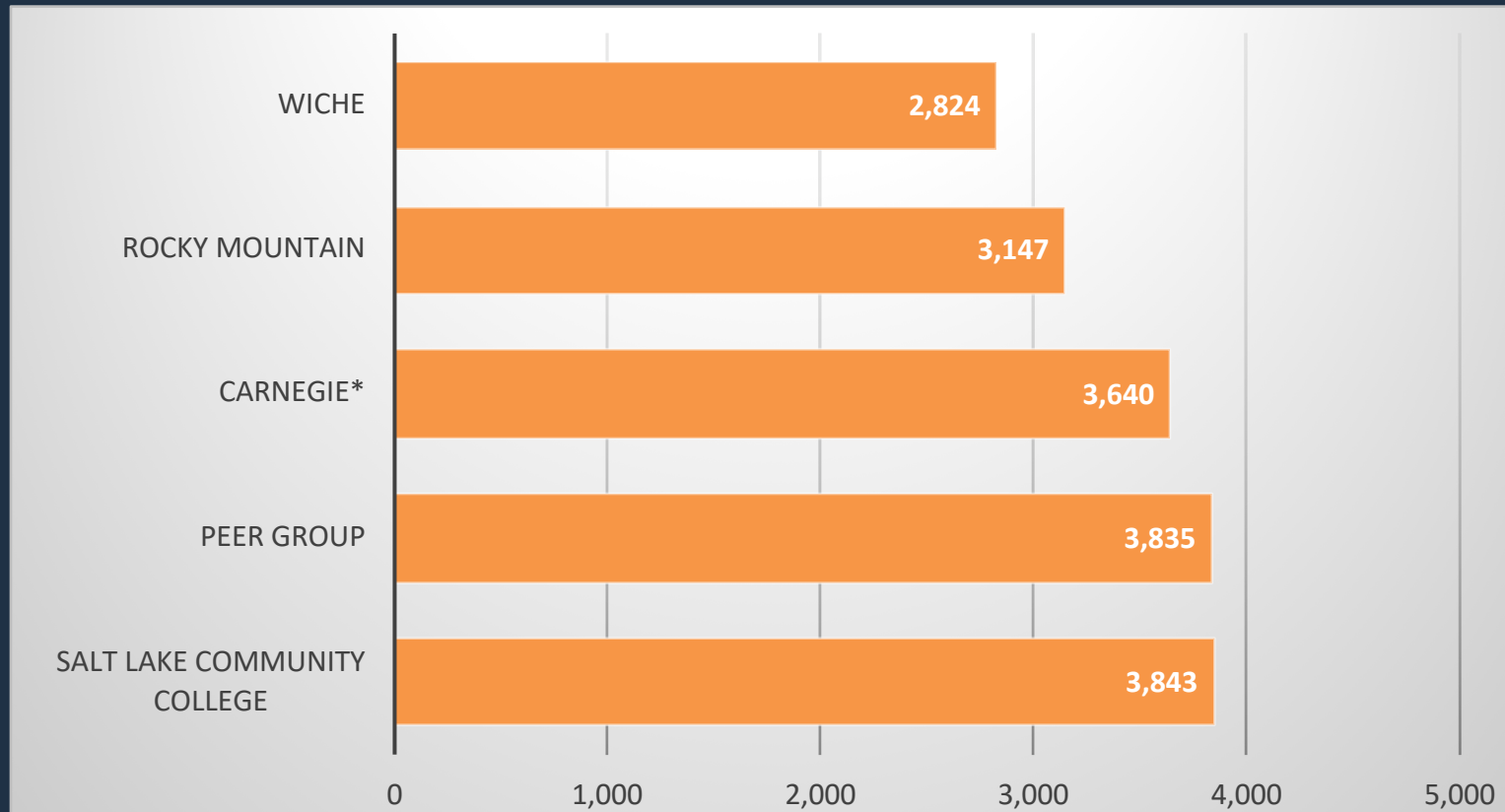


*Latest IPEDS data as of 2017-18

By the Numbers

2018-19 Annual Undergraduate Resident Tuition & Fee Peer Comparisons

Salt Lake Community College



*Latest IPEDS data as of 2017-18

By the Numbers

Institution Costs

Institution	FY 18 % Tuition Funded	FY18 Total Cost per Award	FY18 Average Annual Total Cost per FTE
University of Utah	51%	61,982	17,851
Utah State University	43%	45,969	14,203
Weber State University	47%	29,628	11,011
Southern Utah University	54%	35,323	11,273
Snow College	33%	32,216	9,319
Dixie State University	48%	32,170	9,768
Utah Valley University	56%	39,596	10,364
Salt Lake Community College	38%	27,204	10,132
USHE System Average	49%	41,655	12,911

By the Numbers

Student Financial Aid Availability (FY14-15)

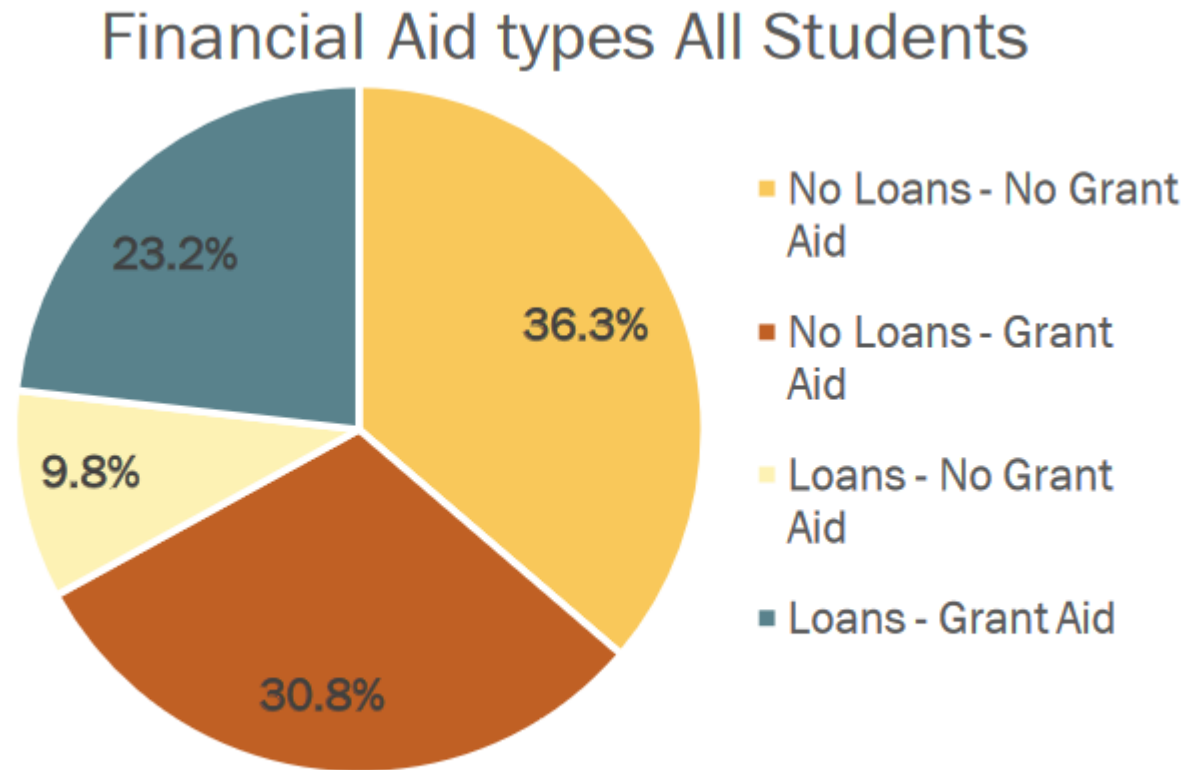
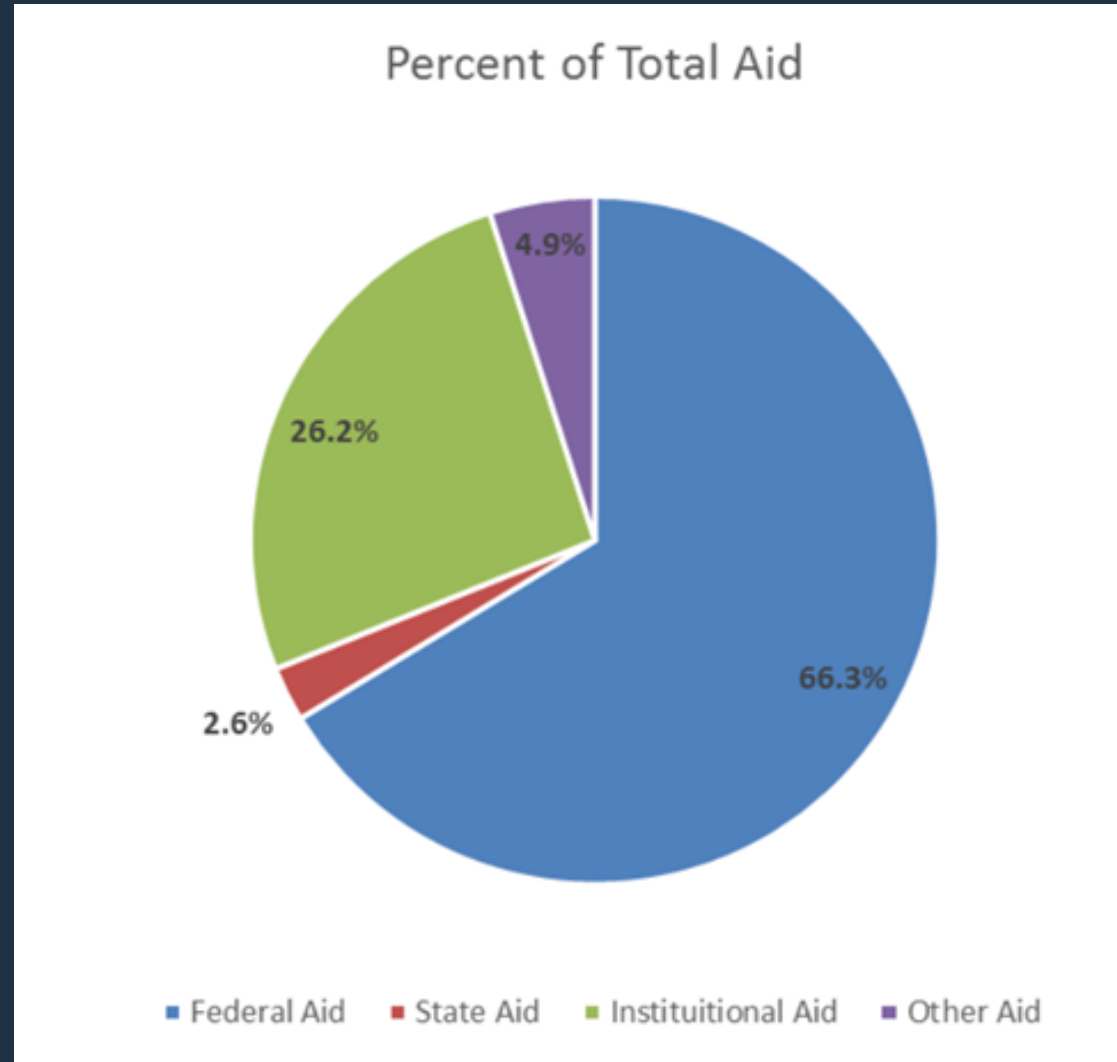


Figure 1 - Percent of Students by Financial Aid Received.

By the Numbers

Types of Student Financial Aid Availability (FY14-15)



By the Numbers

Student Financial Aid Awarded (FY2017-18)

For 2020 the annual Federal Pell Grant will increase
\$100 to \$6195
(a 1.64% increase)

Federal Financial Aid

- 57,594 students received Pell Grants (\$223,390,405)
- 10,845 students participated in Perkins loans, federal work study, FSEOG and LEAP programs (\$13,350,441)

Institution Aid

- Resident waivers \$51,096,119
- Non-resident waivers \$87,379,434
- Need-based tuition scholarships \$5,167,952

State Aid Programs

- Ed Disadvantage scholarships \$645,913
- TH Bell Teacher Loans \$1,781,791
- Engineering and CS Scholarships \$51,534
- Vet Gap \$128,049

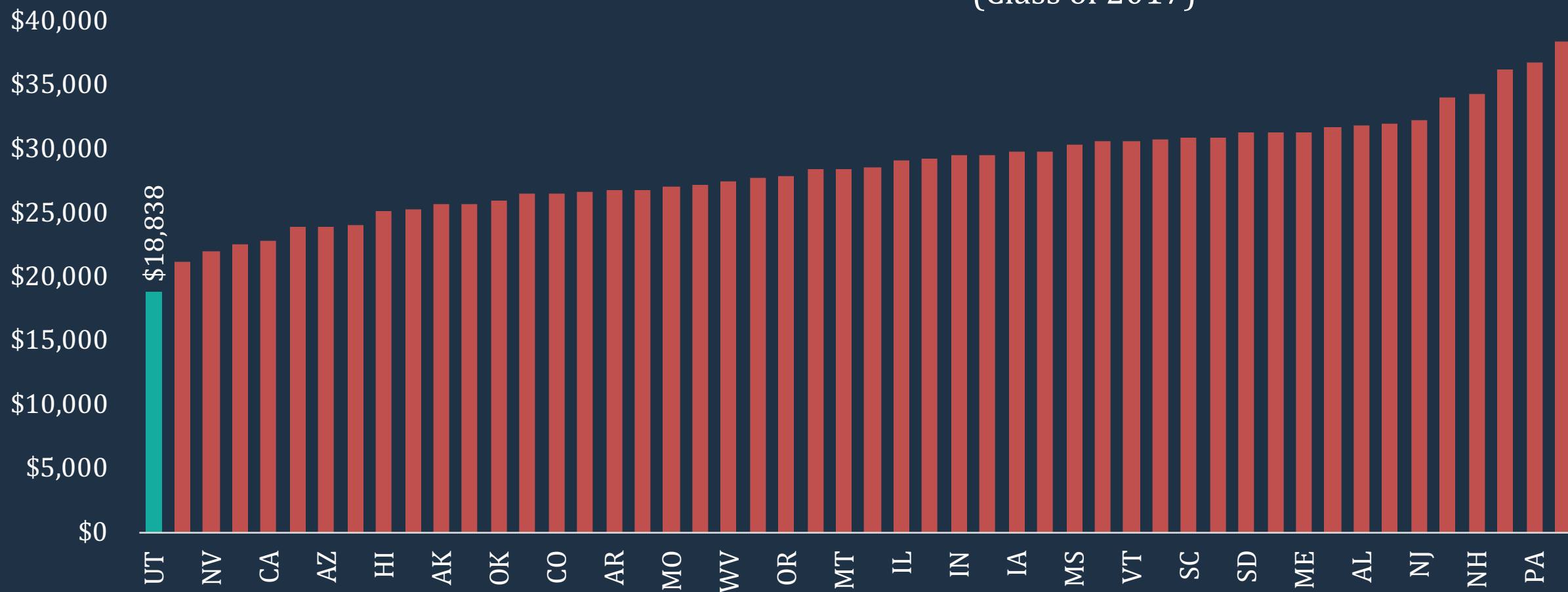
Private Scholarships

- The Commissioner's Office does not currently have access to or collect this information

By the Numbers

Student Debt Loads

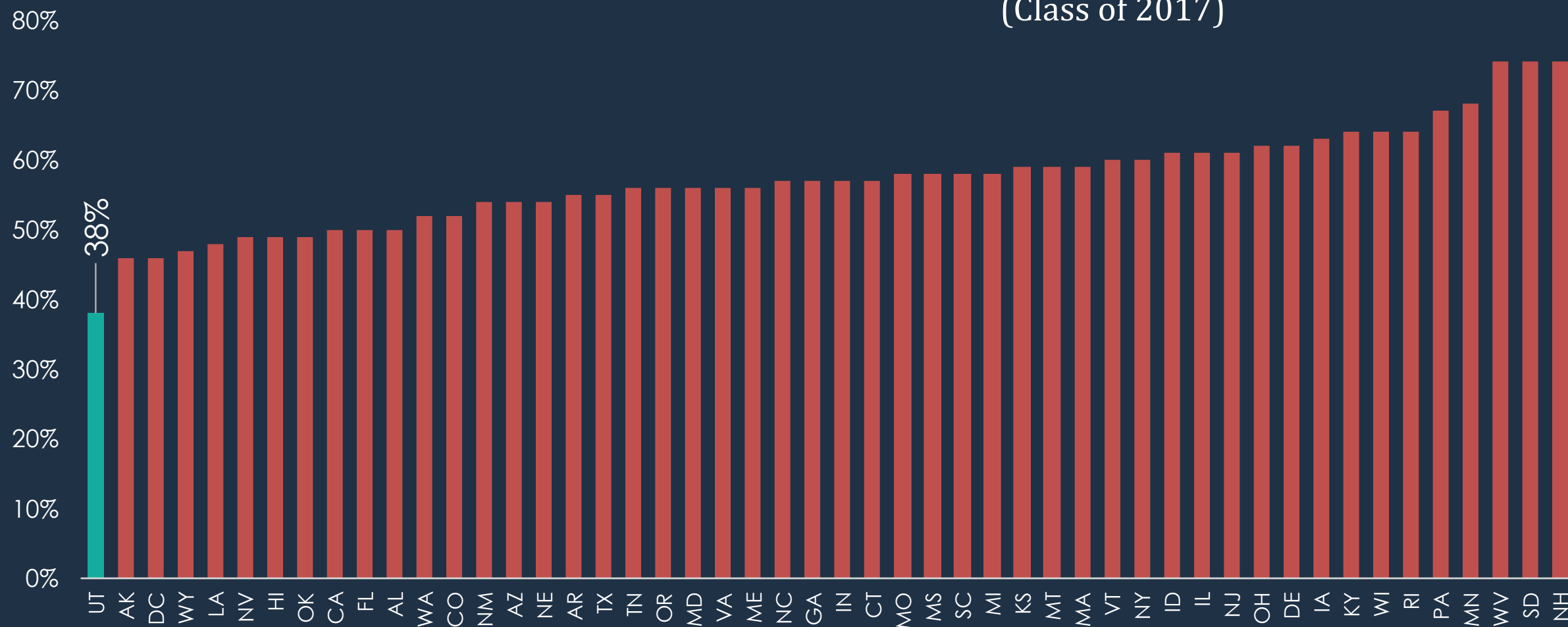
Average Student Debt of
Those with Loans at Graduation
(Class of 2017)



By the Numbers

Student Debt Levels

% who Graduate with Debt
(Class of 2017)



Alternative Scenario 1

Freeze Tuition at FY 2019 Rates

0% Increase for each USHE institution

- Would require institutions reallocate existing resources to address the legislative compensation and ISF Rate Match and other institution priorities

Alternative Scenario 2

Legislative Dedicated Credits Increase: Minimum tuition increase to cover required legislative matches

Institution	FY 19 Tuition Base Budget	FY20 Legislative Dedicated Credits Increase*	Estimated FY 20 Minimum Tuition Increase
University of Utah	\$327,179,000	\$4,083,376	1.25%
Utah State University	154,226,000	1,948,875	1.26%
Logan	123,318,000	1,685,742	1.37%
Eastern	3,150,000	80,267	2.55%
Uintah Basin	4,030,000	47,538	1.18%
Brigham City	12,986,000	55,152	0.42%
Tooele	9,412,000	56,864	0.60%
Blanding	1,330,000	23,313	1.75%
Weber State University	75,173,179	1,001,337	1.33%
Southern Utah University	48,208,000	524,585	1.09%
Snow College	11,856,090	210,195	1.77%
Dixie State University	32,765,000	423,249	1.29%
Utah Valley University	134,092,000	1,609,647	1.20%
Salt Lake Community College	58,496,500	878,793	1.50%

*Legislative Dedicated Credits increase used to cover institution share of the compensation package and Internal Service Fund rate changes

Alternative Scenario 3

Regent Affordability Metric: Increase Tuition to Board Approved Threshold of State's Median Household Income

Institution	State Median Household Income	Board Approved Threshold	FY 19 Published Tuition & Fees	Current % of Household Income	\$ Increase to Threshold	Max % Proposed Change
University of Utah	\$62,518	15%	9,222	14.8%	156	1.7%
Utah State University	\$62,518	15%	7,424	11.9%	1,954	26.3%
Weber State University	\$62,518	10%	5,859	9.4%	393	6.7%
Southern Utah University	\$62,518	10%	6,770	10.8%	-518	-7.7%
Snow College	\$62,518	7%	3,742	6.0%	634	16.9%
Dixie State University	\$62,518	10%	5,253	8.4%	999	19.0%
Utah Valley University	\$62,518	10%	5,726	9.2%	526	9.2%
Salt Lake Community College	\$62,518	7%	3,843	6.1%	533	13.9%
Utah State University – USU Eastern	\$62,518	7%	3,896	6.2%	480	12.3%

Institution Proposals

Impact of 2020 Institution Proposed Tuition and Student Fee Increases

USHE Institution	2018-19 Tuition and Fees	Student Fee \$ Increase Proposal	Student Fee % Increase	Tuition \$ Increase Proposal	Institution % Tuition Proposal	Proposed 2019-20 Tuition & Fees	Total Annual Student \$ Impact	Total % Increase
Utah	\$9,222	\$22.00	1.8%	\$256	3.2%	\$9,500	\$278	3.0%
USU	\$7,424	\$25.78	2.4%	\$206	3.25%	\$7,655.78	\$231.78	3.12%
WSU	\$5,859	\$29.02	3.0%	\$98	2.0%	\$6,022	\$127.02	2.17%
SUU	\$6,770	\$0.00	0.0%	\$0	0.0%	\$6,770	\$0	0.0%
SNOW	\$3,742	\$10.00	2.4%	\$83	2.5%	\$3,835	\$93	2.48%
DSU	\$5,253	\$21.00	2.6%	\$223	5.0%	\$5,497	\$244	4.64%
UVU	\$5,726	\$8.00	1.2%	\$86	1.7%	\$5,820	\$94	1.64%
SLCC	\$3,843	\$18.00	3.8%	\$67	2.0%	\$3,928	\$85	2.21%
USU – Eastern	\$3,896	\$0.00	0.0%	\$163.63	4.2%	\$4059.63	\$163.63	4.19%

Institution Proposals

New FY20 Revenue to meet the Boards 2025 Strategic Plan Objectives

USHE	FY19 Operating Budget (Tax & Tuition)	FY 20 Total New Tax Funds	FY 20 Est. New Performance Funds	FY 20 Est. New Tuition Funds (Institutions)	FY 20 Estimated New Operating Budget	Est. Total Revenue Increase	Total %
Utah	\$652,929,400	\$25,237,300	\$9,145,200	\$10,536,500	\$697,848,400	\$44,919,000	6.88%
USU	\$370,706,800	\$10,833,700	\$6,321,400	\$4,311,700	\$392,173,600	\$21,466,800	5.79%
WSU	\$166,418,379	\$3,695,600	\$3,339,100	\$1,509,200	\$174,962,279	\$8,543,900	5.13%
SUU	\$90,799,300	\$5,745,100	\$1,644,300	\$0	\$98,188,700	\$7,389,400	8.14%
SNOW	\$39,816,890	\$1,204,800	\$753,450	\$296,195	\$42,071,335	\$2,254,445	5.66%
DSU	\$73,172,600	\$2,690,500	\$754,600	\$1,500,000	\$78,117,700	\$4,945,100	6.76%
UVU	\$251,830,400	\$6,298,900	\$4,897,900	\$2,279,564	\$265,306,764	\$13,476,364	5.35%
SLCC	\$160,964,700	\$3,327,500	\$3,638,300	\$1,108,793	\$169,039,293	\$8,074,593	5.02%
USHE Total	\$1,806,638,469	\$59,033,400	\$30,494,250	\$21,541,952	\$1,917,708,071	\$111,069,602	6.15%

Summary

Review of FY20 Tuition Increase Scenarios and Institution Proposals

USHE Institution	Pell Grant %	Scenario 1 Freeze	Scenario 2 Legislative Match	Scenario 3 Regent Metric Max	Institution Tuition Proposal
Utah	1.64%	0%	1.25%	1.7%	3.2%
USU	1.64%	0%	1.26%	26.3%	3.25%
WSU	1.64%	0%	1.33%	6.7%	2.0%
SUU	1.64%	0%	1.09%	-7.7%	0.0%
SNOW	1.64%	0%	1.77%	16.9%	2.5%
DSU	1.64%	0%	1.29%	19.0%	5.0%
UVU	1.64%	0%	1.20%	9.2%	1.7%
SLCC	1.64%	0%	1.50%	13.9%	2.0%
USU - Eastern	1.64%	0%	2.55%	12.3%	4.2%

Questions?

UTAH SYSTEM OF
HIGHER EDUCATION