

MEMORANDUM

To: Board of Regents
From: Board Office
Subject: Final Approval of Tuition and Mandatory Fee Changes
Date: January 19, 2005

Recommended Action:

1. Approve the University of Iowa's 2005-06 proposed tuition for MBA full-time resident students of \$1,470 (14.0%) and nonresident students of \$2,698 (14.0%).
 2. Approve the University of Northern Iowa's proposed 2005-06 mandatory fees as follows:
 - Health fee of \$20 (16.1%) from \$124 to \$144.
 - Student Services fee of \$32 (16.8%) from \$190 to \$222.
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Executive Summary:

INCREASES REQUIRING APPROVAL Between the November and December Board meetings, there were increases in the University of Iowa's MBA tuition based on Board direction and the University of Northern Iowa's mandatory fees based on student input. Since Iowa Code requires 30 day notification of rate increases, these are being brought to the Board for final approval this month.

STUDENT NOTICE Student Government leaders were notified on December 13, 2004.

Background / Analysis

IOWA CODE Iowa Code §262.9(18) requires the Board, when increasing tuition or mandatory fees, to take action no sooner than 30 days after notification of the proposed increase to presiding officers of each student government organization at each affected institution.

CHANGES The original tuition proposal was presented to the Board in November. The Board approved all tuition amounts at the December meeting except for the areas that were increased between the November and December meetings. These changes include:

- The University of Iowa revised its proposal for the Master's of Business Administration (MBA) to increase both resident and nonresident tuition by the same percentage of 14%. This results in an increase of \$1,470 for residents and a \$2,698 increase for nonresidents. The original proposal increased resident tuition by \$1,920 (18.3%) and nonresident tuition by \$2,270 (11.8%).
- The University of Northern Iowa reduced its overall increase in mandatory fees by \$1 for a mandatory fee increase of 3.9% rather than 4.1%. The University also changed its mandatory fees as requested by its students which significantly reduces the mandatory computer fee and increases the health and student services fee to the original requested levels.

SUI MBA Tuition The Board's new tuition policy allows the universities to propose market-based tuition and fees for graduate and professional programs beyond the HEPI increase.

In November, the Board requested the University of Iowa consider applying the same percentage increase for both residents and nonresidents. The University modified its request for the MBA program tuition as illustrated in the following table.


	Academic Year			
	Actual 2004-05	Proposed 2005-06	Dollar Increase	% Increase
MBA Resident (entering fall 2005)	\$10,500	\$11,970	\$1,470	14.0%
MBA Nonresident (entering fall 2005)	19,262	21,960	2,698	14.0%

UNI Mandatory Fees The University of Northern Iowa's proposed increases that require approval this month include:

- Health fee of \$20 (16.1%) from \$124 to \$144. The proposal presented in November increased the fee by \$4.
- Student Services fee of \$32 (16.8%) from \$190 to \$222. The proposal presented in November maintained the \$190 fee.

Changes The following table shows the changes that occurred in November including the significant decrease in computer fees. If the University receives additional general fund dollars, the difference in what is needed for computers and this proposal (\$64) per student per academic year will come from those funds. If additional state funds are not allocated, UNI will plan to come forward for an additional fee increase.

	Mandatory Fees					
	Actual	2004-05	Academic Year 2005-06 Proposals			
		Initial Proposal	November Proposal	Revised Proposal	\$ Increase	% Increase
Computer	\$ 165	\$ 180	\$165	\$116	\$ (49)	(29.7)%
Health	124	144	128	144	20	16.1%
Health Facility	26	32	32	32	6	23.1%
Student Services	190	222	190	222	32	16.8%
Building Fee	<u>180</u>	<u>198</u>	<u>198</u>	<u>198</u>	<u>18</u>	10.0%
TOTAL	\$ 685	\$ 776	\$ 713	\$ 712	\$ 27	3.9 %


Deb A. Hendrickson

Approved: 
Gregory S. Nichols

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