

Contact: Patrice Sayre

PROPOSED SPRING FY 2010 SURCHARGE

Action Requested:

Consider a Temporary Surcharge of \$100 per full-time student effective for the Spring semester of FY 2010.

Executive Summary: On October 7, the Governor announced a 10% across-the-board reduction in FY 2010 state appropriations effective immediately in response to the Revenue Estimating Committee's forecast. The loss of \$58.1 million in state appropriations to the Regents public universities as the academic year is well underway puts a significant strain on education operating budgets.

Surcharge funds would be committed to sustaining a quality teaching and learning environment. These additional revenues would help offset the need for further collegiate salary and personnel reductions over the next eight months which may otherwise be needed to meet the immediate state appropriation reversion for the general education fund.

The effect of a \$100 surcharge on enrollment is expected to be minimal.

Surcharge Details

The proposed surcharge is expected to generate \$5.7 million if applied to all three universities for the second half of the FY 2010 academic year and is equivalent to recovering 10% of the lost state appropriations. These revenues would be used to help ensure that adequate resources are made available to support teaching and student needs and relieve a portion of the academic burden now occurring.

The surcharge will only be applicable to students enrolled during the Spring term and would be prorated for part-time students based on the number of credit hours taken. Funds will not be used for tuition set-aside as all three universities have met or exceeded the minimum requirement. Financial aid will be available for eligible students, including Pell Grant Recipients.

The Universities believe the additional surcharge resources would allow them to ensure an instructional environment that is conducive to student learning.

Notification/Compliance

Iowa law requires the Board to publish the estimated total cost of attending the Regent universities, including room and board, and other costs. Based on the previously approved tuition, fees, and room and board, the following table estimates the total cost of attendance for a resident undergraduate student.

**2009-10 Academic Year
Resident Undergraduate
Estimated Costs of Attendance**

	Tuition & Fees	Room & Board	Other	Surcharge	Totals
SUI	6,824.00	7,376.00	4,574.00	100.00	18,874.00
ISU	6,650.70	7,204.00	4,630.00	100.00	18,584.70
UNI	<u>6,636.00</u>	<u>6,960.00</u>	<u>4,461.00</u>	<u>100.00</u>	<u>18,157.00</u>
Average	6,703.57	7,180.00	4,555.00	100.00	18,538.57

**Regent Tuition and Mandatory Fees and Proposed Surcharge
Academic Year 2009-10**

UNDERGRADUATE	Previously Approved		Proposed	Total
	Base Tuition	Mandatory Fees	Temporary Surcharge	
UNIVERSITY OF IOWA				
Resident ¹	5,782.00	1,042.00	100.00	6,924.00
Nonresident	21,156.00	1,042.00	100.00	22,298.00
IOWA STATE UNIVERSITY				
Resident	5,756.00	894.70	100.00	6,750.70
Nonresident	16,976.00	894.70	100.00	17,970.70
UNIVERSITY OF NORTHERN IOWA				
Resident	5,756.00	880.00	100.00	6,736.00
Nonresident	14,020.00	880.00	100.00	15,000.00

UNDERGRADUATE Division Differentials	Previously Approved		Proposed	Total
	Base Tuition	Mandatory Fees	Temporary Surcharge	
UNIVERSITY OF IOWA				
Nursing sophomores & juniors				
Resident	7,782.00	880.00	100.00	8,762.00
Nonresident	23,156.00	880.00	100.00	24,136.00
IOWA STATE UNIVERSITY				
Business upper division				
Resident	6,256.00	934.70	100.00	7,290.70
Nonresident	17,476.00	934.70	100.00	18,510.70
Engineering upper division				
Resident	7,630.00	1,110.70	100.00	8,840.70
Nonresident	18,812.00	1,110.70	100.00	20,022.70
UNIVERSITY OF NORTHERN IOWA				
Business upper division				
Resident	6,256.00	880.00	100.00	7,236.00
Nonresident	14,520.00	880.00	100.00	15,500.00

GRADUATE	Previously Approved		Proposed	Total
	Base Tuition	Mandatory Fees	Temporary Surcharge	
UNIVERSITY OF IOWA				
Resident	6,840.00	1,023.00	100.00	7,963.00
Nonresident	20,444.00	1,023.00	100.00	21,567.00
IOWA STATE UNIVERSITY				
Resident	6,716.00	848.70	100.00	7,664.70
Nonresident	17,816.00	848.70	100.00	18,764.70
UNIVERSITY OF NORTHERN IOWA				
Resident	6,716.00	880.00	100.00	7,696.00
Nonresident	15,172.00	880.00	100.00	16,152.00

¹ Most undergraduate students are in the College of Liberal Arts & Sciences

Proposed Surcharge for Part-time Students											
Semester Hours											
	0-2	3	4	5	6	7	8	9	10	11	12
Undergraduate	\$ 18	\$ 27	\$ 36	\$ 45	\$ 54	\$ 63	\$ 72	\$ 81	\$ 90	\$ 99	\$ 100
Graduate	\$ 24	\$ 36	\$ 48	\$ 60	\$ 72	\$ 84	\$ 96	\$ 100			