

MEMORANDUM

To: Board of Regents
From: Board Office
Subject: Allocation of Mandatory Student Fees and Designated Tuition for the 2001-2002 Academic Year
Date: May 7, 2001

Recommended Actions:

1. Approve the allocation of the Regent universities mandatory student fees for the 2001-2002 academic year, including the summer 2001 session, as set forth in Tables 1-3.
2. Approve the allocation of tuition at the Regent universities designated for student fees for the 2001-2002 academic year, including the summer 2001 session, as set forth in Tables 4-6.

Executive Summary:

The Board's strategic plan, Key Result Area 4, requires the Board to exercise effective stewardship of institutional resources. In October each year, the Board of Regents establishes base tuition and mandatory fees for each of the universities for the following academic year. At the subsequent May Board meeting, the Board allocates student fees.

There are two distinct types of allocations to be made: (1) the allocation of certain mandatory student fees — Tables 1-3 and (2) the allocation of a portion of tuition specifically designated as student fees — Tables 4-6.

The Iowa Code establishes a procedure for changing allocations of student fees. A student fee committee at each university, composed of five students and five university employees, makes recommendations for the student fee allocations to the university president by April 15 for the subsequent academic year. The university president, in turn, makes a recommendation to the Board. The Board then makes the final decision on changes to student fees. The student fee committees at each university have met and made recommendations in support of the allocations of the student fees.

The following table summarizes all of the mandatory fees approved by the Board last October as well as the proposed amounts of tuition to be designated as student fees. Only those student fees noted “***” are subject to Board action for approval of allocations.

Student Fees Academic Year 2001-2002			
	University of Iowa	Iowa State University	University of Northern Iowa
(1) Mandatory Student Fees*			
Computer Fee	\$135	\$144	\$126
Health Fee	107	110	106
Health Facility Fee	10	16	-
** Student Activities Fee	35	56	92
** Student Services Fee	41	-	-
Student Union Fee	58	-	-
Consolidated Health Fee	20	-	-
(2) Proposed Designated Tuition**			
** Student Services Fee	\$ -	\$167	\$ 94
** Building Fee	88	75	53
Total Student Fees	\$494	\$568	\$471

* Board approved total amounts in October 2000.
**Detailed allocations proposed for Board approval.

In October 1999, the Board authorized the University of Iowa to redirect certain amounts that had been designated as part of tuition and establish new mandatory fees. This redirection from tuition to mandatory fees means that students pay fees rather than tuition to support specific programs that promote student activities and student services. In October 2000, the Board authorized the establishment of additional mandatory student fees for the 2001-2002 academic year at all three universities. It approved the second year of a two-year implementation plan for redirecting tuition at the University of Iowa, the first year of a three-year plan for Iowa State University, and the first year of a two-year plan for the University of Northern Iowa.

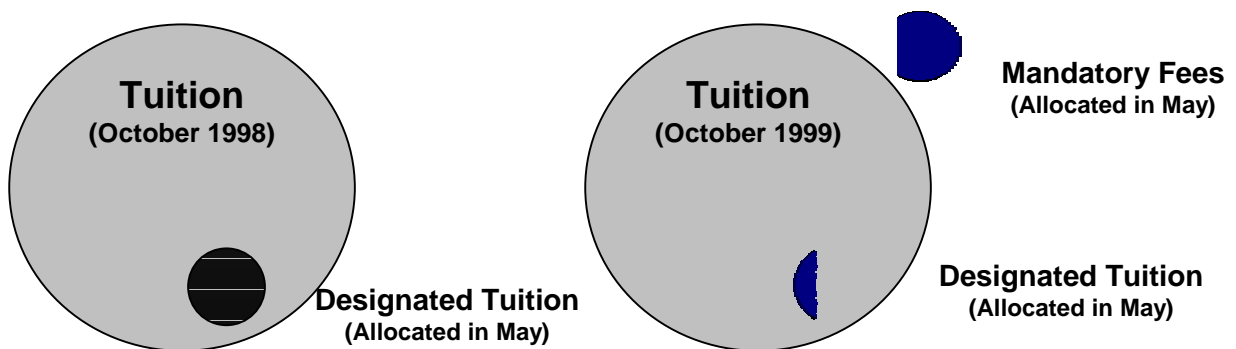
The Board also approved a 7.2% tuition rate increase in October 2000 for the 2001-2002 academic year. The University of Iowa is proposing to increase its tuition designated for student building fees by 7.3% primarily to support the bonds sold for the Hawkeye Athletic/Recreation Facilities Complex project. Both Iowa State University and the University of Northern Iowa are proposing to increase the remaining amounts of designated tuition by 7.2%.

Although the Board approved the 2001-2002 mandatory student fees, the Board is now requested to approve the allocations of the identified mandatory student fees (Tables 1-3, on pages 8-10) and the designation of tuition for other student fees (Tables 4-6, on pages 11-13).

Background:

For many years, the Board has set tuition and mandatory fees in the fall of each year. During the following May Board meeting, the Board has then designated a portion of tuition for specific purposes such as student activities, student services, and debt service. These designations of tuition, in accordance with the Board's Strategic Plan, help assure that the institutional funding base is diverse and consistent with the Board's aspirations for educational excellence.

In October 1999, the Board made a fundamental change in the structure of tuition and fees at the University of Iowa, approving a request of the University of Iowa to establish new mandatory fees for certain student activities and student services rather than using tuition revenues. The change took tuition revenues at the University of Iowa that had been designated historically for student activities and student services, and established them as separate and distinct mandatory fees.



In October 2000, the Board approved similar redirection of tuition to new mandatory fees for Iowa State University and the University of Northern Iowa.

This redirection from tuition to mandatory fees has significant consequences:

- Tuition dollars become available for academic areas and needs.
- Students pay mandatory fees rather than tuition to support specific programs that promote student activities and services.
- Students continue to pay the same amount for tuition, plus any base tuition increase approved by the Board.

The following table identifies all student fees at the three Regent universities and compares them to the previous academic year.

Student Fees						
Academic Year 2001-2002						
	University of Iowa		Iowa State University		University of Northern Iowa	
	2000-01	2001-02	2000-01	2001-02	2000-01	2001-02
(1) Mandatory Student Fees*						
Computer Fee	\$110	\$135	108	\$144	122	\$126
Health Fee	102	107	102	110	102	106
Health Facility Fee	10	10	16	16	-	-
** Student Activities Fee	35	35	-	56	-	92
** Student Services Fee	41	41	-	-	-	-
Student Union Fee	-	58	-	-	-	-
Consolidated Health Fee	-	20	-	-	-	-
Subtotal	<u>\$298</u>	<u>\$406</u>	<u>\$226</u>	<u>\$326</u>	<u>224</u>	<u>\$324</u>
(2) Proposed Designated Tuition**						
** Student Activities Fee	\$20	\$-	55	-	100	94
Student Services Fee	-	-	158	167	-	-
** Building Fee	<u>82</u>	<u>88</u>	<u>68</u>	<u>75</u>	<u>87</u>	<u>53</u>
Subtotal	<u>\$102</u>	<u>\$88</u>	<u>\$281</u>	<u>\$242</u>	<u>\$187</u>	<u>\$147</u>
TOTAL	<u>\$400</u>	<u>\$494</u>	<u>\$507</u>	<u>\$568</u>	<u>\$411</u>	<u>\$471</u>

* Board approved total amounts in October 2000.

**Detailed allocations proposed for Board approval.

Analysis:

Mandatory Fees

The following tables highlight only those mandatory student fees for which Board approval is sought for allocations. The first table compares the student fees for the 2000-2001 academic year to the mandatory student fees approved by the Board in October 2000 for the 2001-2002 academic year. As the footnote indicates, the 2001-2002 mandatory student fees for Iowa State University and the University of Northern Iowa were part of designated tuition for the 2000-2001 academic year.

CHANGES IN MANDATORY FEES

	2000-2001	Approved	Dollar	Percent
	Academic Year	2001-2002		
University of Iowa				
Student Activities Fee	\$35.00	\$35.00	\$0.00	0.0%
Student Services Fee	41.00	41.00	0.00	0.0%
Iowa State University				
Student Activities Fee ¹	55.28	56.00	0.72	1.3%
University of Northern Iowa				
Student Activities Fee ¹	50.00	92.00	42.00	84.0%

¹ Part of designated tuition during 2000-2001.

The following table compares expected 2000-2001 revenue from mandatory fees to estimated 2001-2002 revenue produced by these fees.

REVENUE FROM MANDATORY FEES				
	Expected	Estimated	Dollar	Percent
	2000-2001	2001-2002	Change	Change
	<u>Academic Year</u>	<u>Academic Year</u>		
University of Iowa				
Student Activities Fee	\$858,052	\$862,943	\$4,891	0.6%
Student Services Fee	1,005,542	1,009,666	4,124	0.4%
Iowa State University				
Student Activities Fee ¹	1,538,605	1,552,600	13,995	0.9%
University of Northern Iowa				
Student Activities Fee ¹	667,300	1,173,000	505,700	75.8%

¹ Part of designated tuition during 2000-2001.

University of Iowa – Table 1, page 8

Mandatory Student Activities and Student Services Fees

In October 2000, the Board did not increase these two mandatory fees for the 2001-2002 academic year. The University's recommended allocation for the Student Activities Fee includes slight adjustments to student activity categories. The University does not recommend changes to the allocation of the Student Services Fee.

Iowa State University – Table 2, page 9

Mandatory Student Activities Fee

In October 2000, the Board approved \$0.72 (1.3%) increase for student activities fees of \$56.00 for the academic year and \$28.00 for the summer session. The University's recommendation increases the allocation to student government by the \$0.72.

University of Northern Iowa – Table 3, page 10

Mandatory Student Activities Fee

The Board approved a \$92 student activities fee for the University of Northern Iowa in October 2000. The University's recommendations for the allocation of the mandatory student activities fees are consistent with details in the October tuition memorandum. The revenue generated by the \$42.00 increase is focused on student needs for student organizations (an additional \$5.95 per student) and a dedicated funding stream for the renovation of Maucker Student Union (an additional \$36.05 per student).

Designated Tuition

In October 2000, the Board approved a 7.2% increase in base tuition. For many years, the increases for designated tuition for student fees have been similar to the Board-approved base tuition increases.

The following table illustrates the remaining amounts of tuition designated for the 2000-2001 academic year compared to the amounts proposed for the 2001-2002 academic year. The base tuition at the Regent universities for 2001-2002 is \$3,110. To illustrate application of designated tuition, a student at the University of Iowa would have \$87.64 of this base tuition allocated for building fees. (Tables 4 through 6 provide specific allocation details.)

PROPOSED DESIGNATED TUITION FOR STUDENT FEES

	2000-2001 <u>Academic Year</u> ¹	Proposed 2000-2002 <u>Academic Year</u>	<u>Dollar Change</u>	<u>Percent Change</u>
University of Iowa				
Building Fee	\$81.64	\$87.64	\$6.00	7.3%
Iowa State University				
Student Services Fee	158.00	167.00	9.00	5.7%
Building Fee	<u>67.96</u>	<u>75.22</u>	<u>7.26</u>	10.7%
	225.96	242.22	16.26	7.2%
University of Northern Iowa				
Student Activities Fee	84.10	94.00	9.90	11.8%
Building Fee	<u>53.30</u>	<u>53.30</u>	<u>0.00</u>	0.0%
	137.40	147.30	9.90	7.2%

¹ Restated to reflect remaining portion of designated tuition

Amounts of total designated tuition revenue are estimated by multiplying the designated tuition amount per student by the enrollment assumptions. The following table compares 2000-2001 academic year designated tuition revenue with estimates for the 2001-2002 academic year:

INCREASES IN ALLOCATION OF DESIGNATED REVENUE

	2000-2001 <u>Academic Year</u> ¹	Proposed 2001-2002 <u>Academic Year</u>	<u>Dollar Change</u>	<u>Percent Change</u>
University of Iowa	\$2,057,736	\$2,233,102	\$175,366	8.5%
Iowa State University	6,289,735	6,752,247	462,512	7.4%
University of Northern Iowa	<u>1,699,250</u>	<u>1,821,775</u>	<u>122,525</u>	<u>7.2%</u>
Total	\$10,046,721	\$10,807,124	\$760,403	7.6%

¹ Restated to reflect remaining portion of designated tuition.

University of Iowa – Table 4, page 11

The recommended increase in building fees of \$6.00 (7.3%) for the academic year and \$3.00 (17.6%) for the summer session is to provide funding for the proposed Hawkeye Athletic/Recreation Facilities Complex project. This is the fourth increase in a planned series of increases over a period of years. These fees will assist in the debt service payments for the \$10 million in bonds sold for the Recreation Complex.

Iowa State University – Table 5, page 12

For the academic year 2001-2002, Iowa State University proposes an overall increase in designated tuition of 7.2%, which includes a 5.7% increase in student services fees and a 10.7% increase in building fees. Summer fees are equivalent to the fees charged for a semester.

Student Services Fee

The University proposal increases the allocation per student per academic year to the Cy-Ride Bus System by \$3.80 (8.8%) to maintain the existing level of bus services including free shuttle service from the Iowa State Center; the Memorial Union Operation by \$2.40 (5.0%) to support higher enrollments and provide higher student hourly wages; and recreation by \$2.80 (8.9%) to assist with increased demands of the University's recreation facilities.

Building Fee


The entire increase in building fees of \$7.26 per student for the academic year is for the Memorial Union Reserve for future improvements. The specific improvement and renovation plan will be developed for review by Government of the Student Body leaders and students on the special fee committee who both will participate in the planning committee for future Memorial Union renovation.

University of Northern Iowa – Table 6, page 13

For the academic year 2000-2001, the University of Northern Iowa proposes an increase in designated tuition of 7.2%. There is no change in the allocation amount for the building fee.

Student Activities Fee

The University proposal increases the allocation for intercollegiate athletics by \$3.40 (7.0%) to help support growth and development of the athletic program; fine arts by \$1.20 (9.5%) to support cultural activities; intercollegiate academics by \$0.60 (9.5%) to provide for professional development experiences; student activities programming by \$2.10 (61.8%); and child care committee by \$0.40 (50.0%) for vouchers to student parents to help defray the cost of child care. The proposal also establishes a new fee for the Center for Multicultural Education of \$2.00 to support a multicultural spring lecture series and programming for additional racial/ethnic minority heritage observances.


Deb A. Hendrickson

Approved: 
Frank J. Stork

Table 1
Mandatory Fees -- University of Iowa

	Academic Year (per student)			
	Actual 2000-2001	Proposed 2001-2002	Dollar Change	Percent Change
Student Activities Fee				
Bijou Film Commission	\$1.18	\$1.06	-\$0.12	-10.2%
Lecture Committee	3.42	3.24	-0.18	-5.3%
Rape Victim Advocacy Program	1.46	1.66	0.20	13.7%
Safewalk/SAVE ¹	0.58	0.42	-0.16	-27.6%
SCOPE ²	1.96	2.26	0.30	15.3%
Student Broadcasters ³	1.92	1.76	-0.16	-8.3%
Student Legal Services	2.16	2.16	0.00	0.0%
Tenant Landlord Association	0.82	0.90	0.08	9.8%
UI Student Association	21.50	21.54	0.04	0.2%
Subtotal	<u>35.00</u>	<u>35.00</u>	<u>0.00</u>	<u>0.0%</u>
Student Services Fee				
Student Publications, Inc.	11.50	11.50	0.00	0.0%
Cambus/Bionic Bus	25.50	25.50	0.00	0.0%
Recreational Services	4.00	4.00	0.00	0.0%
Subtotal	<u>41.00</u>	<u>41.00</u>	<u>0.00</u>	<u>0.0%</u>
TOTAL	<u><u>\$76.00</u></u>	<u><u>\$76.00</u></u>	<u><u>\$0.00</u></u>	<u><u>0.0%</u></u>

	Summer Session (per student)			
	Actual 2000-2001	Proposed 2001-2002	Dollar Change	Percent Change
Student Activities Fee				
Bijou Film Commission	\$0.11	\$0.26	\$0.15	136.4%
Lecture Committee	0.31	0.81	0.50	161.3%
Rape Victim Advocacy Program	0.13	0.41	0.28	215.4%
Safewalk/SAVE ¹	0.05	0.10	0.05	100.0%
SCOPE ²	0.18	0.56	0.38	211.1%
Student Broadcasters ³	0.17	0.45	0.28	164.7%
Student Legal Services	0.20	0.54	0.34	170.0%
Tenant Landlord Association	0.07	0.23	0.16	228.6%
UI Student Association	7.53	5.39	-2.14	-28.4%
Subtotal	<u>8.75</u>	<u>8.75</u>	<u>0.00</u>	<u>0.0%</u>
Student Services Fee				
Student Publications, Inc.	2.87	2.87	0.00	0.0%
Cambus/Bionic Bus	6.38	6.38	0.00	0.0%
Recreational Services	1.00	1.00	0.00	new
Subtotal	<u>10.25</u>	<u>10.25</u>	<u>0.00</u>	<u>0.0%</u>
TOTAL	<u><u>\$19.00</u></u>	<u><u>\$19.00</u></u>	<u><u>\$0.00</u></u>	<u><u>0.0%</u></u>

¹ Safe and Anti-Violence Education (SAVE)

² Student Commission on Programming Events (SCOPE)

³ Includes student radio station KRUI-FM and Student Video Producers (SVP)

Table 2
Mandatory Fees -- Iowa State University

Academic Year (per student)				
	Actual	Proposed	Dollar	Percent
	2000-2001	2001-2002	Change	Change
Student Activities Fee				
Student Government	\$54.98	\$55.70	\$0.72	1.3%
Reserve for Legislative Relations ¹	0.10	0.10	0.00	0.0%
Equipment/Program Support	0.20	0.20	0.00	0.0%
TOTAL	\$55.28	\$56.00	\$0.72	1.3%

Summer Session (per student)				
	Actual	Proposed	Dollar	Percent
	1999-2000	2000-2001	Change	Change
Student Activities Fee				
Student Government	\$27.49	\$27.85	\$0.36	1.3%
Reserve for Legislative Relations ¹	0.05	0.05	0.00	0.0%
Equipment/Program Support	0.10	0.10	0.00	0.0%
Subtotal	27.64	28.00	0.36	1.3%

¹ Specific criteria to be developed by GSB and GSS, subject to Special Student Fee Committee approval

Table 3
Mandatory Fees -- University of Northern Iowa

	Academic Year (per student)			
	Actual 2000-2001	Proposed 2001-2002	Dollar Change	Percent Change
Student Activities Fee				
Student Organizations	\$10.50	\$16.45	\$5.95	56.7%
Panther Shuttle Bus	5.50	5.50	0.00	0.0%
Student Union Fee	15.00	15.00	0.00	0.0%
Maucker Union Renovation	19.00	55.05	36.05	189.7%
TOTAL	50.00	92.00	42.00	84.0%

	Summer Session (per student)			
	Actual 2000-2001	Proposed 2001-2002	Dollar Change	Percent Change
Student Activities Fee				
Student Organizations	\$9.15	\$5.55	-\$3.60	-39.3%
Panther Shuttle Bus	0.10	0.00	-0.10	-100.0%
Student Union Fee	5.95	5.95	0.00	0.0%
Maucker Union Renovation	1.85	11.50	9.65	521.6%
TOTAL	17.05	23.00	5.95	34.9%

Table 4
Designated Tuition -- University of Iowa

Academic Year (per student)				
	Actual	Proposed	Dollar	Percent
	2000-2001	2001-2002	Change	Change
Building Fee				
Recreation Project	24.00	30.00	6.00	25.0%
Recreation Building	4.00	4.00	0.00	0.0%
Arena/Recreation Project	27.72	27.72	0.00	0.0%
Iowa Memorial Union	25.92	25.92	0.00	0.0%
TOTAL	81.64	87.64	6.00	7.3%

Summer Session (per student)				
	Actual	Proposed	Dollar	Percent
	2000-2001	2001-2002	Change	Change
Building Fee				
Recreation Project	4.20	7.20	3.00	71.4%
Recreation Building	-	-	-	-
Arena/Recreation Project	6.80	6.80	0.00	0.0%
Iowa Memorial Union	6.00	6.00	0.00	0.0%
TOTAL	17.00	20.00	3.00	17.6%

Table 5
Designated Tuition -- Iowa State University

	Academic Year (per student)			
	Actual 2000-2001	Proposed 2001-2002	Dollar Change	Percent Change
Student Services Fee				
Cy-Ride (Bus System)	\$43.00	\$46.80	\$3.80	8.8%
Memorial Union Operation	47.60	50.00	2.40	5.0%
Intercollegiate Athletics	36.00	36.00	0.00	0.0%
Recreation	31.40	34.20	2.80	8.9%
Subtotal	158.00	167.00	9.00	5.7%
Building Fee				
Memorial Union	\$7.80	\$7.80	\$0.00	0.0%
Memorial Union Reserve for Future Improvements ¹	3.26	10.52	7.26	222.7%
Hilton Coliseum	18.00	18.00	0.00	0.0%
Recreation Facility	30.50	30.50	0.00	0.0%
New Ice Facility	8.40	8.40	0.00	0.0%
Subtotal	67.96	75.22	7.26	10.7%
GRAND TOTAL	\$225.96	\$242.22	\$16.26	7.2%

	Summer Session (per student)			
	Actual 1999-2000	Proposed 2000-2001	Dollar Change	Percent Change
Student Services Fee				
Cy-Ride (Bus System)	21.50	23.40	1.90	8.8%
Memorial Union Operation	23.80	25.00	1.20	5.0%
Intercollegiate Athletics	18.00	18.00	0.00	0.0%
Recreation	15.70	17.10	1.40	8.9%
Subtotal	79.00	83.50	4.50	5.7%
Building Fee				
Memorial Union	3.90	3.90	0.00	0.0%
Memorial Union Reserve for Future Improvements ¹	1.63	5.26	3.63	222.7%
Hilton Coliseum	9.00	9.00	0.00	0.0%
Recreation Facility	15.25	15.25	0.00	0.0%
New Ice Facility	4.20	4.20	0.00	0.0%
Subtotal	33.98	37.61	3.63	10.7%
GRAND TOTAL	\$112.98	\$121.11	\$8.13	7.2%

¹ Specific improvement and renovation plan will be developed for review by GSB & GSS.

Table 6
Designated Tuition -- University of Northern Iowa

	Academic Year (per student)			
	Actual 2000-2001	Proposed 2001-2002	Dollar Change	Percent Change
Student Activities Fee				
Intercollegiate Athletics	48.60	52.00	3.40	7.0%
Fine Arts/Cultural	12.60	13.80	1.20	9.5%
Intercollegiate Academics	6.30	6.90	0.60	9.5%
Northern Iowan	2.30	2.50	0.20	8.7%
Homecoming	1.20	1.20	0.00	0.0%
Student Activities Programming	3.40	5.50	2.10	61.8%
Wellness and Recreation	8.90	8.90	0.00	0.0%
Child Care Committee	0.80	1.20	0.40	50.0%
Center for Multicultural Education	0.00	2.00	2.00	new
Fieldhouse	53.30	53.30	0.00	0.0%
GRAND TOTAL	\$137.40	\$147.30	\$9.90	7.2%

	Summer Session (per student)			
	Actual 2000-2001	Proposed 2001-2002	Dollar Change	Percent Change
Student Activities Fee				
Intercollegiate Athletics	3.85	4.60	0.75	19.5%
Fine Arts/Cultural	4.00	4.25	0.25	6.3%
Intercollegiate Academics	0.10	0.20	0.10	100.0%
Northern Iowan	0.50	0.65	0.15	30.0%
Homecoming	0.25	0.25	0.00	0.0%
Wellness and Recreation	9.45	9.45	0.00	0.0%
Child Care Committee	0.15	0.25	0.10	66.7%
Student Activities Programming	0.00	0.10	0.10	new
Center for Multicultural Education	0.00	0.10	0.10	new
Fieldhouse	2.90	2.90	0.00	0.0%
GRAND TOTAL	\$21.20	\$22.75	\$1.55	7.3%