



THE COLLEGE SYSTEM
of TENNESSEE

Committee on Finance & Business Operations

**Mandatory Fees, Maintenance Fees, & Tuition
Discussion**

June 4, 2019

Agenda

- Review of Mandatory Fee Requests
- Review of Indicated Student Revenue
- Review of Maintenance Fee and Tuition Rate Proposal
- Consideration of Recommended Actions

Mandatory Fee Requests

Mandatory Fee Requests

	<u>Institution</u>	<u>Description</u>	<u>Current</u>	<u>Proposed</u>	<u>Increase</u>	<u>Prior Increase</u>	<u>Revenue</u>	<u>Justification</u>
1	All Community Colleges	Increase Technology Access Fee	\$112.50/sem	\$116.00/sem	\$3.50/sem	FY 2003-04 increased \$100/yr from \$125 to \$225; FY 2000-01 increased \$25 from \$100 to \$125	\$440,100	CPI has increased 38.4% since last TAF increase. College presidents have also recognized that over this same period of time, in addition to cost increases, there has been a significant increase in the dependency and use of technology in the classrooms and labs as well as in providing various support services to students. Additionally, given the increased sophistication and frequency of cyber attacks in today's world, our colleges are making more investments in cyber security solutions for the protection of their networks and data than ever before.
	All TCATs	Increase Technology Access Fee	\$67/tri-mester	\$73/tri-mester	\$6/tri-mester	FY 2003-04 increased \$75/yr from \$125 to \$200; FY 2000-01 increased \$25 from \$100 to \$125	\$194,300	In addition to the justifications provided for the community colleges (which are also applicable to the TCATS), by their very nature, the TCAT career and technical education programs must be heavily invested in state-of-the-art technology and technologically-advanced equipment to remain responsive to industry needs. While the TAF program has allowed for significant investments in this area since FY 2000-01, it has not kept pace with inflation. CPI has increased 38.4% since last TAF increase.
	Total						\$ 634,400	

Requests Effect on Mandatory Fees (annual)

	Current Mandatory	Proposed Increase	Proposed Mandatory	% Increase
CHSCC	\$ 319	\$ 7	\$ 326	2.19%
CLSCC	\$ 299	\$ 7	\$ 306	2.34%
COSCC	\$ 333	\$ 7	\$ 340	2.10%
DSCC	\$ 299	\$ 7	\$ 306	2.34%
JSCC	\$ 285	\$ 7	\$ 292	2.46%
MSCC	\$ 305	\$ 7	\$ 312	2.30%
NASCC	\$ 255	\$ 7	\$ 262	2.75%
NESCC	\$ 311	\$ 7	\$ 318	2.25%
PSCC	\$ 339	\$ 7	\$ 346	2.06%
RSCC	\$ 303	\$ 7	\$ 310	2.31%
STCC	\$ 319	\$ 7	\$ 326	2.19%
VSCC	\$ 293	\$ 7	\$ 300	2.39%
WSCC	\$ 288	\$ 7	\$ 295	2.43%
TCATs	\$ 231	\$ 19	\$ 250	8.23%

Recommended Action

- Approve increase in Community College technology access fee of \$7 annually
- Approve increase in TCAT technology access fee of \$19 annually

Indicated Student Revenue

Community Colleges Indicated Student Revenue Increase

	Percent	Amount
Institutions' salary increase	0.92%	\$ 2,521,400
Inflation (80%)	0.90%	\$ 2,466,600
Subtotal	1.82%	\$ 4,988,000
Special Initiatives	0.64%	\$ 1,754,100
Grand Total	2.46%	\$ 6,742,100
FY 19-20 Incr. in Outcomes Funding		\$ 16,950,900

Colleges of Applied Technology Indicated Student Revenue Increase

	<u>Percent</u>	<u>Amount</u>
Institutions' salary increase	0.81%	\$ 273,500
Inflation (80%)	1.34%	452,500
Subtotal	<u>2.15%</u>	<u>\$ 726,000</u>
Rounding Adjustment	-0.07%	(23,600)
Grand Total	<u><u>2.08%</u></u>	<u><u>\$ 702,400</u></u>
 FY 19-20 Incr. in Outcomes Funding		 \$ 3,095,200

Recommended Maintenance Fee and Tuition Rates

Community Colleges

	FY 2018-19		FY 2019-20	
	Base Hours	Hours > Base	Base Hours	Hours > Base
Undergraduate				
In-State	\$ 164	\$ 34	\$ 168	\$ 35
Incr. Amount			\$ 4	\$ 1
Incr. Percent			2.44%	2.94%
Out-of-State	\$ 512	\$ 103	\$ 524	\$ 105
Incr. Amount			\$ 12	\$ 2
Incr. Percent			2.34%	1.94%
Regents On-line Degree Program				
Undergraduate	\$ 66	\$ 66	\$ 67	\$ 67
E-Rate				
Undergraduate	\$ 82	\$ 82	\$ 84	\$ 84
Dual Enrollment				
Undergraduate	\$ 166	\$ 33	\$ 166	\$ 33

Colleges of Applied Technology

	<u>FY 2018-19</u>	<u>FY 2019-20</u>
Tri-mester Rate	\$ 1,204	\$ 1,229
Increase		
Amount		\$ 25
Percent		2.08%

Requests Effect on Mandatory and Maintenance Fees (annual)

	Current Mandatory & Maint Fees	Proposed Increase	Proposed Mandatory & Maint Fees	% Increase
CHSCC	\$ 4,459	\$ 109	\$ 4,568	2.44%
CLSCC	\$ 4,439	\$ 109	\$ 4,548	2.46%
COSCC	\$ 4,473	\$ 109	\$ 4,582	2.44%
DSCC	\$ 4,439	\$ 109	\$ 4,548	2.46%
JSCC	\$ 4,425	\$ 109	\$ 4,534	2.46%
MSCC	\$ 4,445	\$ 109	\$ 4,554	2.45%
NASCC	\$ 4,395	\$ 109	\$ 4,504	2.48%
NESCC	\$ 4,451	\$ 109	\$ 4,560	2.45%
PSCC	\$ 4,479	\$ 109	\$ 4,588	2.43%
RSCC	\$ 4,443	\$ 109	\$ 4,552	2.45%
STCC	\$ 4,459	\$ 109	\$ 4,568	2.44%
VSCC	\$ 4,433	\$ 109	\$ 4,542	2.46%
WSCC	\$ 4,428	\$ 109	\$ 4,537	2.46%
TCATs	\$ 3,843	\$ 94	\$ 3,937	2.45%

Combined Annual Fee Impact (1)

	A	B	C	D	E	F	G	H	I	J	K	L
	Current Maintenance	Current Mandatory	Total	Requested Mandatory	Total Before Maintenance	% Incr.	Est. Maint Inc (2)	Total	Projected Total	% Increase	THEC Max	Amount under Max
CHSCC	\$ 4,140	\$ 319	\$ 4,459	\$ 7	\$ 4,466	0.2%	\$ 102	\$ 109	\$ 4,568	2.44%	\$ 4,570	\$ 2
CLSCC	4,140	299	4,439	7	4,446	0.2%	102	109	4,548	2.46%	4,550	2
COSCC	4,140	333	4,473	7	4,480	0.2%	102	109	4,582	2.44%	4,585	3
DSCC	4,140	299	4,439	7	4,446	0.2%	102	109	4,548	2.46%	4,550	2
JSCC	4,140	285	4,425	7	4,432	0.2%	102	109	4,534	2.46%	4,536	2
MSCC	4,140	305	4,445	7	4,452	0.2%	102	109	4,554	2.45%	4,556	2
NASCC	4,140	255	4,395	7	4,402	0.2%	102	109	4,504	2.48%	4,505	1
NESCC	4,140	311	4,451	7	4,458	0.2%	102	109	4,560	2.45%	4,562	2
PSCC	4,140	339	4,479	7	4,486	0.2%	102	109	4,588	2.43%	4,591	3
RSCC	4,140	303	4,443	7	4,450	0.2%	102	109	4,552	2.45%	4,554	2
STCC	4,140	319	4,459	7	4,466	0.2%	102	109	4,568	2.44%	4,570	2
VSCC	4,140	293	4,433	7	4,440	0.2%	102	109	4,542	2.46%	4,544	2
WSCC	4,140	288	4,428	7	4,435	0.2%	102	109	4,537	2.46%	4,539	2
TCATs	\$ 3,612	\$ 231	\$ 3,843	\$ 19	\$ 3,862	0.5%	\$ 75	\$ 94	\$ 3,937	2.45%	\$ 3,939	\$ 2

(1) Table intended to illustrate impact if proposed mandatory fee changes and indicated maintenance fee changes are adopted.

(2) The estimated maintenance fee increase is 2.46% at community colleges and 2.08% at TCATs.

Recommended Actions

- Approve recommended mandatory fee changes for Community Colleges and TCATs as presented on slide 4.
- Approve recommended maintenance fee and tuition rates presented on slides 11 and 12.

End of presentation