Tuition Recommendation

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Background

● Tonight’s discussion is a continuation of the February 15 Budget and Tuition Discussion, which included refined scenarios and recommendations.

● The final tuition recommendations presented in this presentation have been developed based on the following information:

  ○ Board of Education Guidance from the February 15 Work Session.

  ○ Recommendation from the Budget Development Subcommittee of the College Council.

* The Budget Development Subcommittee’s scope of work includes engaging stakeholders and fostering dialogue, review and approving budget assumptions, balancing levers and proposals, and providing balanced budget recommendations to College Council.

  ○ Input from the Student Government Association.
Tuition-Setting Assumptions

- The Governor's Recommended Budget (GRB) amount for Community College Support Fund (CCSF) of $748 million is below the legislative current service level of ~$775 million and well below the community college request of $855 million plus one time funds of $50 million.

- The co-chairs of the Ways and Means committee framework represents a funding level of $745 million.

- The Community College Support Fund (CCSF) model will include an outcomes-based component, which reduces the distribution of state funds to the community colleges.

- The Higher Education Price Index (HEPI) is 5.2% (released in 2022).

- Structural increases due to union agreements and PERS obligations impact the budget.

- Incremental tuition increases are preferable to large, one-time tuition increases.

- 2% increase in enrollment.
Tuition vs. Total Cost of Attendance

Source: Oregon Higher Education Coordinating Commission
COMPARISON: TOTAL COST OF ATTENDANCE
ONE YEAR FULL-TIME STUDENT (RESIDENT, FY’23)

Source: 2022-2023 Standard Student Budgets
# Tuition Scenario Overview

<table>
<thead>
<tr>
<th>Scenario 1</th>
<th>Scenario 2</th>
<th>Scenario 3</th>
<th>Scenario 4</th>
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</thead>
<tbody>
<tr>
<td><strong>Current Tuition Level</strong></td>
<td><strong>CCSF ≤$800M</strong> &lt;br&gt; 5% Tuition Increase</td>
<td><strong>CCSF &gt;$800M &amp; ≤$855M</strong> &lt;br&gt; 4% Tuition Increase</td>
<td><strong>CCSF $855M</strong> &lt;br&gt; 3% Tuition Increase</td>
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<tr>
<td>CCSF Funding of $759.7 million</td>
<td>CCSF Funding of $748 million</td>
<td>CCSF Funding of $804 million</td>
<td>CCSF Funding of $855 million</td>
</tr>
<tr>
<td>0% Tuition Change</td>
<td>5% Tuition Increase</td>
<td>4% Tuition Increase</td>
<td>3% Tuition Increase</td>
</tr>
<tr>
<td>$132.50 Tuition Rate</td>
<td>$139.13 Tuition Rate</td>
<td>$137.80 Tuition Rate</td>
<td>$136.48 Tuition Rate</td>
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<tr>
<td>General Fund Deficit of ($4,528,096)</td>
<td>General Fund Deficit of ($3,178,215)</td>
<td>General Fund Deficit of ($1,167,955)</td>
<td>General Fund Surplus of $642,304</td>
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</table>
Tuition Recommendation

Scenario 2
CCSF ≤$800M
5% Tuition Increase

CCSF Funding of $748 million
5% Tuition Increase
$139.13 Tuition Rate
General Fund Deficit of ($3,178,215)