



Oregon State
University

FY2023 Tuition Rates, Mandatory Fees and Student Incidental Fees & Operating Budget Outlook

Finance & Administration Committee
April 13, 2023



Overview

- Process
- Budget context for FY2024
- Tuition recommendations
- Key issues in rate recommendations
- Feedback from university community
- Recommendation

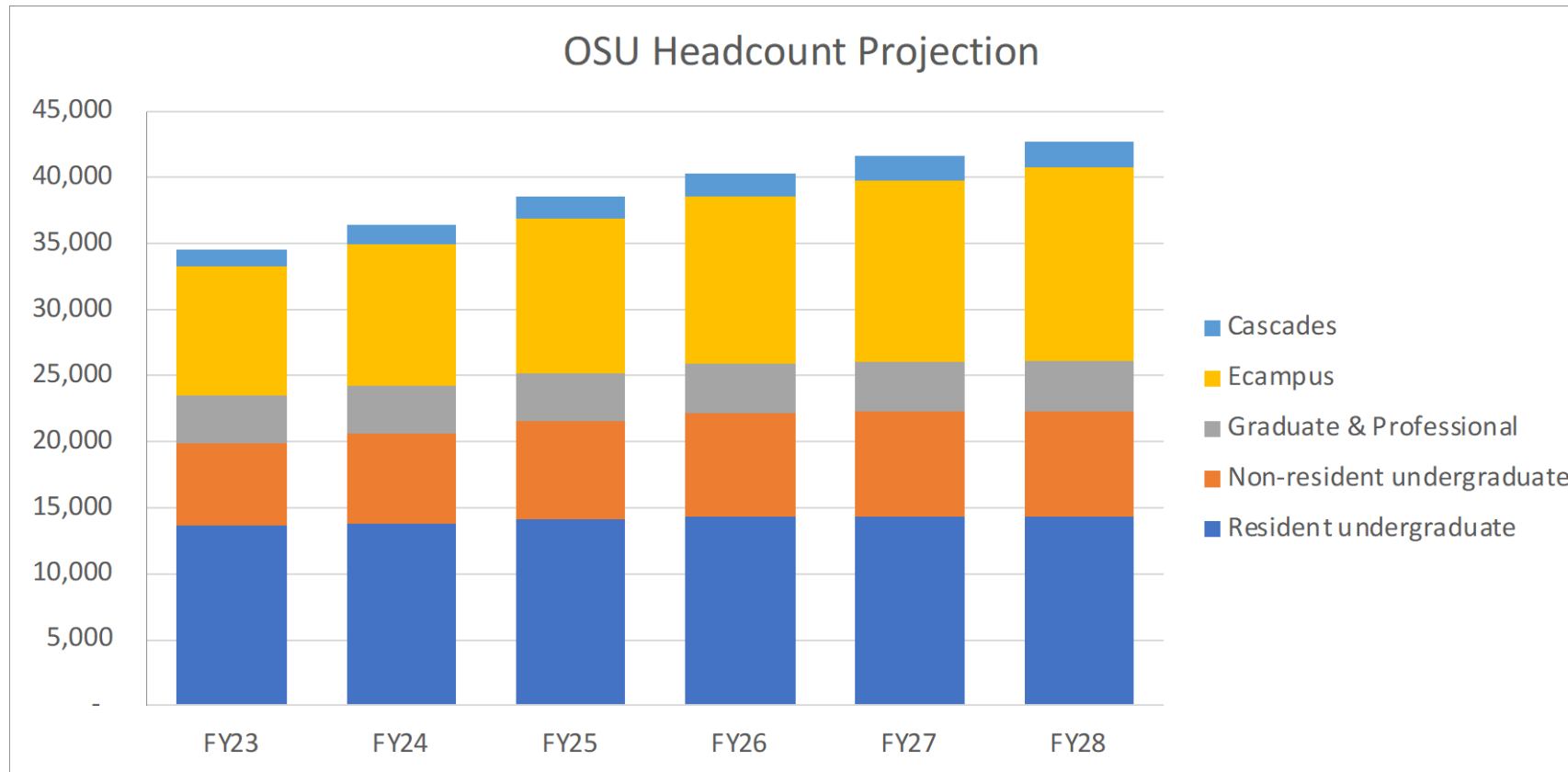
Process

October 2022 to April 2023

- **October:** University Budget Committee convenes
- **Fall/Winter:** Budget office prepares projections with different assumptions
- **November to February:** Committees consider scenarios and make recommendations to President in February
- **Fall and Winter:** In parallel, student committees review and recommend student incidental fee rates
- **Winter:** University stakeholder conversations
- **March:** President makes recommendation to the Board
- **April:** Board discussion and approval of FY2024 rates

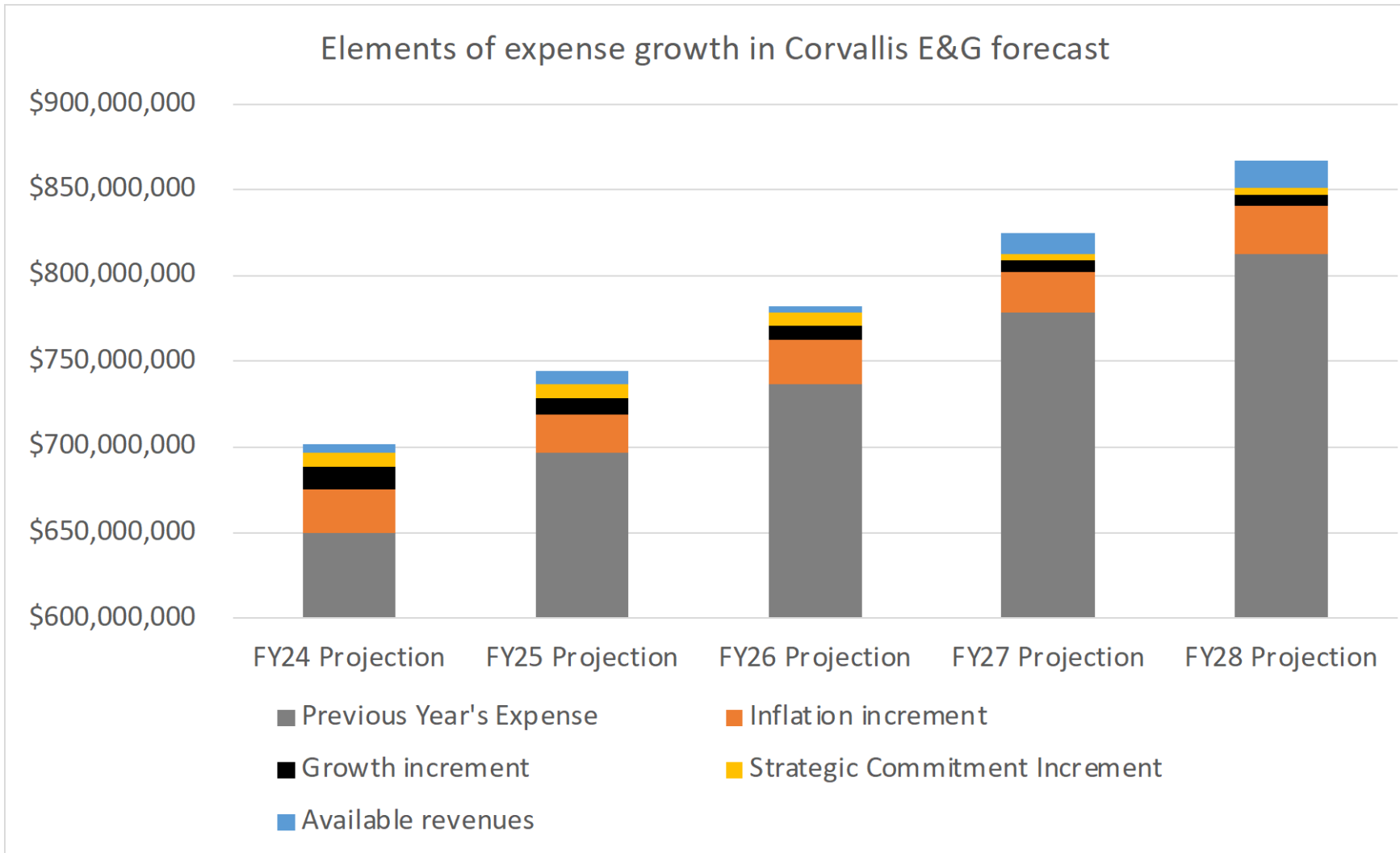
FY24 budget outlook-enrollment trends

FAC Agenda Item 4b



- Growth in domestic non-residents
- Improvement in residents
- Growth in Ecampus
- Flat graduate & professional
- Relatively flat in Corvallis after FY25
- Revenue growth tracks enrollment largely

FY24 Corvallis E&G budget outlook



- Projection is for revenues of about \$700M (budgeting to co-chairs budget)
- About \$25M of inflation and cost escalation
- \$14M to address costs of growth
- \$8M of existing strategic commitments
- \$5M-\$13M for new commitments

FY24 tuition—tuition strategy recommendation

- Board policy of increases between 2% to 5% continues.
- Continuing students increase at local inflation or less.
- New students increase somewhat above local inflation.
- Differential tuition change at the rate for continuing students
- Increases monitored for market and stakeholder needs.
- Graduate and professional tuition on a program-by-program basis.
- Summer tuition at one rate equal to resident rates for incoming students.

Tuition & fee recommendations

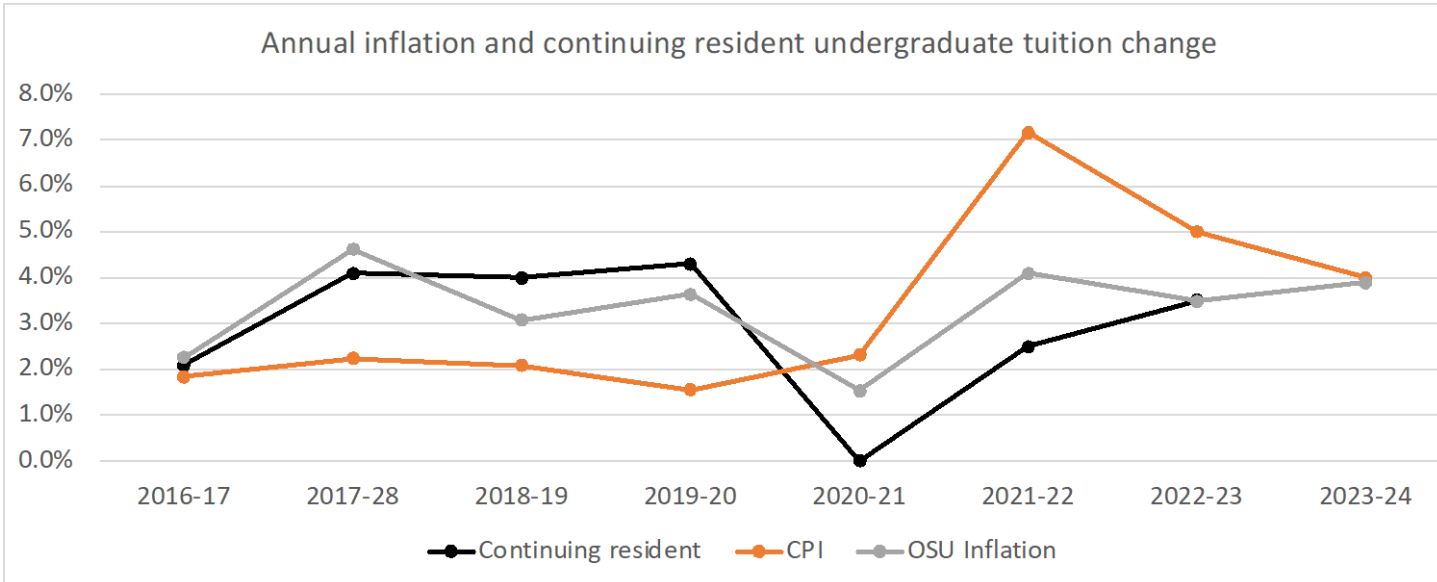
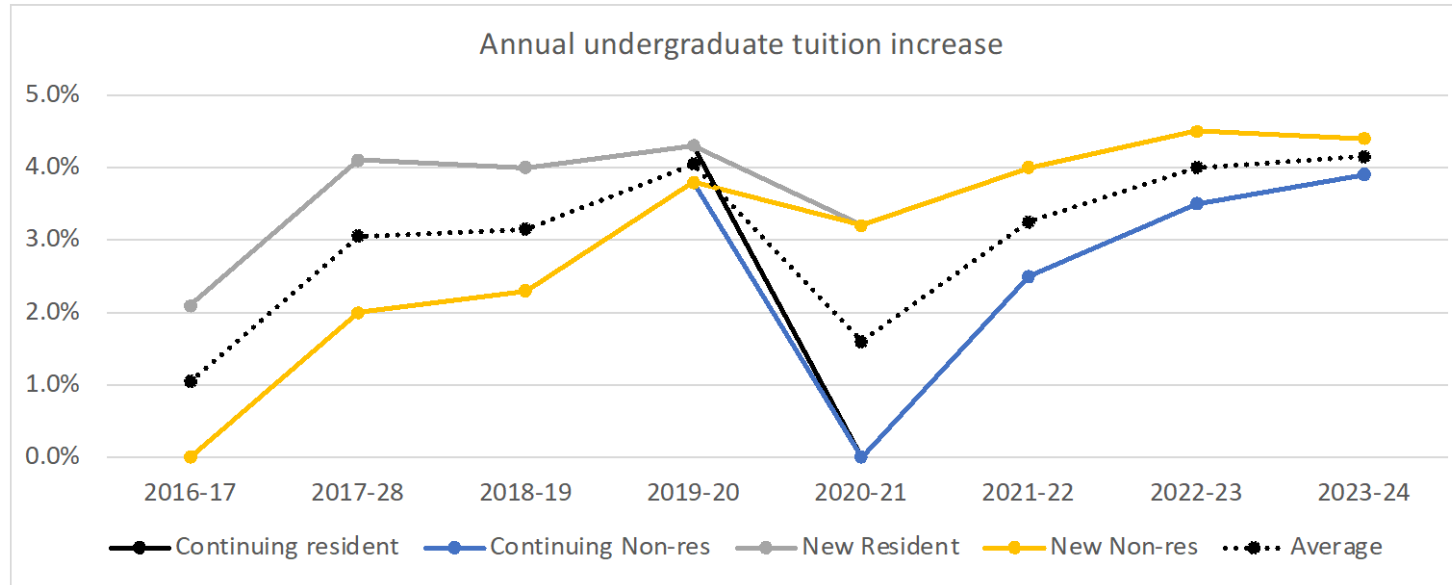
- Base undergraduate tuition
 - 3.9% for continuing students, 4.4% for new students.
 - Collapse Ecampus cohorts to a single rate
 - Six undergraduate cohorts.
- Undergraduate differential
 - Differentials increase 3.9% for all except Honors Differential
- Graduate and Professional
 - PharmD, DVM, DPT 3.9%, Cascades MAT, MFA, MCoun, 0% resident, 3.9% non-resident
 - Ecampus and resident graduate 0%, non-resident graduate 3.9%
 - Remove MPH differential tuition charges
- Summer
 - Summer aligned to incoming cohort at resident rates for most programs
- Mandatory fees (health, building)
 - Health fees 5.0% Corvallis, 10.1% Cascades, student building debt fee 4.3%
- Student incidental fees (recommended by student committees)
 - 4.98% Corvallis, 2.7% Cascades

Why these tuition recommendations?

- Align rates for continuing undergraduate students with approximate annual inflationary costs
- Include some additional increase for investment on new student rates
- Adjust professional and graduate rates to recognize inflation and market costs
- Align Ecampus rates with competitive market rates
- Recognize that in the long term, new investments or shortfalls in state and other revenues will require enrollment growth, expense reductions and efficiencies, or redirection of existing budget

Why these tuition recommendations?

- Increases in typical years have been 3% to 4%
- FY17 followed large increases in removing the tuition plateau in FY15 and FY16
- FY21 followed the onset of the pandemic
- OSU inflation driven largely by personnel costs and doesn't vary the same way as CPI



Tuition recommendations

Themes from university stakeholder conversations

- Recognition of the impact of annual inflation on costs
- Consensus that tuition increases covering inflationary costs were reasonable
- Concern that paying for cost escalation has shifted to students and families
- Engagement in the conversations was limited

Tuition Information Format



Tuition Calculator

☒ Academic Year(fall, winter, spring) ☐ Summer

Type of degree

Undergrad

Campus

Corvallis

When did you first enroll at OSU?

Matriculated in 2022-23

Number of credits you plan to take?

15

What college or program are you in?

College of Business

Oregon Resident? Yes ☒ No ☐

Honors? Yes ☐ No ☒

Calculate

Tuition Estimate for 2022 - 23

Tuition	Annual \$12090.00	Per Quarter \$4030.00
Student Approved incidental Fees	\$1444.47	\$481.49
Student Building Debt Fee	\$141.00	\$47.00
Health Services Fee	\$653.31	\$217.77
Total Estimated:	\$14328.78	

A one-time Matriculation Fee of \$350 is assessed to all new and transfer undergraduate and graduate students. Additional course fees may apply as listed in the specific course descriptions.
More information about the matriculation fee can be found [here](#).

Financial aid information can be found [here](#).
The financial aid's cost of attendance also includes estimates for room and board, books, supplies, etc. The financial aid office also has a link to their Net Price Calculator to estimate the cost of attendance with financial aid estimates.

Descriptions of mandatory fees [here](#).

- Web-based Tuition Calculator is being checked for final distribution.

Next steps in budget planning?

- Update enrollment projections near the end of May
- Update revenue forecast for any adjustments after May state revenue forecast
- Finalize FY24 preliminary budget development
- Identify one-time funds or redirection of funds to allow funding for any additional critical initiatives
- Present the Board a proposal for an FY2023-24 budget at the June meeting

FY2024 recommendation

The president recommends that the Board approve the resolution in Attachment 1 establishing the academic year 2023-24 and summer 2023 tuition and mandatory fees, at the rates documented in Attachment 1, Exhibit A.

The principal recommendations are for a 3.9% increase for continuing undergraduates (Corvallis and OSU-Cascades), a 4.4% increase for new undergraduate students (Corvallis and OSU-Cascades) and rate adjustments of 1% to 3.9% for undergraduates in Ecampus to create a single base tuition rate for Ecampus programs.

Discussion and questions?

FY24 tuition—UBC discussions

Staff recommendation is for Scenario B

Scenario A: Continuing Resident 3.0%, Non-resident 3.0% New Resident 3.5%, Non-resident 3.5%	Scenario B: Continuing Resident 3.9%, Non-resident 3.9% New Resident 4.4%, Non-resident 4.4%	Scenario C: Continuing Resident 3.9%, Non-resident 3.9% New Resident 4.9%, Non-resident 4.9%
Resident undergraduate (annual): Before 2020: 3.0%, \$315 Entered FY21: 2.9%, \$315 Entered FY 22: 2.9%, \$315 Entered FY23: 3.4%, \$315 Entering FY24: 3.3%, \$450 Non-res undergraduate (annual): Before 2020: 2.9%, \$900 Entered FY21: 2.9%, \$945 Entered FY 22: 2.9%, \$945 Entered FY23: 2.9%, \$945 Entering FY24: 3.4%, \$1440 Revenue change from Scenario B: \$(1.7M), -0.2% of revenue	Resident undergraduate (annual): Before 2020: 3.9%, \$405 Entered FY21: 3.8%, \$405 Entered FY 22: 3.7%, \$405 Entered FY23: 3.7%, \$405 Entering FY24: 4.1%, \$540 Non-res undergraduate (annual): Before 2020: 3.8%, \$1170 Entered FY21: 3.8%, \$1215 Entered FY 22: 3.7%, \$1215 Entered FY23: 3.8%, \$1260 Entering FY24: 4.2%, \$1710 Revenue change from Scenario B: \$0.0M, 0% of revenue	Resident undergraduate (annual): Before 2020: 3.9%, \$405 Entered FY21: 3.8%, \$405 Entered FY 22: 3.7%, \$405 Entered FY23: 3.7%, \$405 Entering FY24: 4.9%, \$630 Non-res undergraduate (annual): Before 2020: 3.8%, \$1170 Entered FY21: 3.8%, \$1215 Entered FY 22: 3.7%, \$1215 Entered FY23: 3.8%, \$1260 Entering FY24: 4.8%, \$1890 Revenue change from Scenario B: \$0.8M, 0.1% of revenue
	Average resident tuition: 3.76% Average res. tuition & mandatory fees: 3.83%	