

<p>Approved by the Board of Trustees, January 20, 2005</p>
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Board Meeting
January 20, 2005

TUITION AND FEE INCREASES,
COST RECOVERY, OFF-CAMPUS, ON-LINE, AND AVIATION PROGRAMS,
FISCAL YEAR 2006

Action: Approve Increases for Cost Recovery, Off-Campus, On-Line Fees, and Aviation Programs for Fiscal Year 2006

Funding: No Funding Required

I

The Urbana-Champaign campus provides several academic programs on a “full cost recovery” basis, i.e., all costs are met through a combination of tuition and fee charges. Tuition and fee requirements for each of these programs are reviewed and adjusted annually to ensure that adequate revenues are available to operate each program.

For Fiscal Year 2006, the following actions are proposed for Cost Recovery Programs:

PROPOSED ANNUAL TUITION AND FEES FY 2006			
<u>EXECUTIVE MBA PROGRAM</u>			
	FY 2005	Proposed FY 2006	FY 2006 Increase
Tuition	\$22,500	\$23,500	\$1,000
Program Fees	13,500	13,500	0
TOTAL	\$36,000	\$37,000	\$1,000

<u>MASTER OF SCIENCE IN FINANCE</u>			
	<u>FY 2005</u>	<u>Proposed FY 2006</u>	<u>FY 2006 Increase</u>
Tuition	\$24,000	\$29,000	\$5,000
Program Fees	6,787	7,500	713
TOTAL	\$30,787	\$36,500	\$5,713
<u>MASTER OF SCIENCE IN BUSINESS ADMINISTRATION</u>			
	<u>FY 2005</u>	<u>Proposed FY 2006</u>	<u>FY 2006 Increase</u>
Tuition	\$22,700	\$24,000	\$1,300
Program Fees	6,787	7,300	513
TOTAL	\$29,487	\$31,300	\$1,813
<u>MASTER OF SCIENCE IN POLICY ECONOMICS</u>			
	<u>FY 2005</u>	<u>Proposed FY 2006</u>	<u>FY 2006 Increase</u>
Tuition	\$21,600	\$22,250	\$650
Program Fees	5,400	5,750	350
TOTAL	\$27,000	\$28,000	\$1,000
<u>MASTER OF SCIENCE IN ACCOUNTANCY</u>			
	<u>FY 2005</u>	<u>Proposed FY 2006</u>	<u>FY 2006 Increase</u>
Tuition	\$24,000	\$25,500	\$1,500
Program Fees	5,787	5,500	(287)
TOTAL	\$29,787	\$31,000	\$1,213
<u>MASTER OF SCIENCE IN ACCOUNTANCY-TAX</u> (UIUC in Chicago)			
	<u>FY 2005</u>	<u>Proposed FY 2006</u>	<u>FY 2006 Increase</u>
Tuition	\$35,000	\$35,000	\$0
TOTAL	\$35,000	\$35,000	\$0

For the Executive MBA Program each class pays the same tuition and fee charges for each of the two program years. Thus the tuition increase recommended for FY 2006 will affect only the students in the entering class of 2006. Total tuition revenue available for FY 2006 will be sufficient to cover projected academic program costs. Fee

increases are required to maintain the current level of service for fee-supported activities. The fee increase also includes expected increases in foreign travel, lodging, recruiting expenses, distance learning and inflationary increases in housing and meal costs, books and materials, special orientation programs for beginning students, a variety of special travel and speaker series, and computer related services.

The **Policy Economics, Finance, Business Administration, and Accountancy** programs are specially designed, intensive programs of study leading to a Master of Science degree in a business related discipline. They are intended for promising international administrators in government and private institutions who need additional training in areas of economic analysis and quantitative techniques. Additional funds are required in FY 2006 to provide for normal cost increases for these programs.

II

The unique costs associated with instructional requirements in the **Institute of Aviation** are addressed by specific charges for individual courses. Charges differ based upon the type of equipment required, the frequency of its use, the instructional mode (classroom, flight simulator, aircraft, etc.) and so on. Annual reviews of aircraft and simulator operating expenses and other equipment training needs are conducted along with projected wage requirements for the next year. Corresponding adjustments are then made in course charges. For the academic year 2006, current rates have been adjusted for materials, labor, insurance, and flight time.

Aviation course charges proposed for FY 2006 are specified below:

Course	New Banner Course	FY 2005	Proposed FY 2006
Avi 101	Avi 101	\$3,038	\$3,189
Avi 102	Avi 090	2,639	2,741
Avi 120	Avi 120	3,927	4,124
Avi 121	Avi 121	2,065	2,168
Avi 130	Avi 130	3,453	3,723
Avi 140	Avi 140	3,748	3,939
Avi 200	Avi 200	5,104	5,356
Avi 210	Avi 210	5,070	5,319
Avi 220	Avi 320	3,235	3,380
Avi 222	Avi 322	1,732	1,817
Avi 224	Avi 324	2,707	2,844
Avi 280	Avi 380	4,116	4,324
Avi 281	Avi 381	1,001	1,053
Avi 291	Avi 391	3,566	3,651
Avi 292	Avi 392	6,104	6,413
Avi 293	Avi 398	820	860

These changes have been reviewed and are recommended for approval by the Chancellors and by the Vice President for Academic Affairs.

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The President of the University concurs.