

Executive Committee Meeting
June 24, 2009

ROLL CALL

APPROVE TUITION AND FEE INCREASES,
COST RECOVERY, OFF CAMPUS, ON-LINE, AND AVIATION PROGRAMS,
FISCAL YEAR 2010

Action: Approve Tuition and Fee Increase for Cost Recovery, Off-Campus, On-line, and Aviation

Funding: No New 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 2010, the following actions are proposed for Cost Recovery Programs:

PROPOSED ANNUAL TUITION AND FEES FY 2010			
<u>EXECUTIVE MBA PROGRAM*</u>			
	<u>FY 2009</u>	<u>Proposed FY 2010</u>	<u>FY 2010 Increase</u>
Tuition	\$77,500	\$80,000	
Program Fees	4,000	6,500	
TOTAL	\$81,500	\$86,500	\$5,000

*Program cost for five-term program

<u>MASTER OF SCIENCE IN FINANCE</u>			
	<u>FY 2009</u>	<u>Proposed FY 2010</u>	<u>FY 2010 Increase</u>
Tuition	\$31,650	\$32,750	
Program Fees	7,725	7,725	
TOTAL	\$39,375	\$40,475	\$1,100
<u>MASTER OF SCIENCE IN BUSINESS ADMINISTRATION</u>			
	<u>FY 2009</u>	<u>Proposed FY 2010</u>	<u>FY 2010 Increase</u>
Tuition	\$28,100	\$28,950	
Program Fees	8,000	8,250	
TOTAL	\$36,100	\$37,200	\$1,100
<u>MASTER OF SCIENCE IN POLICY ECONOMICS*</u>			
	<u>FY 2009</u>	<u>Proposed FY 2010</u>	<u>FY 2010 Increase</u>
Tuition	\$24,900	\$25,800	
Program Fees	8,000	8,400	
TOTAL	\$32,900	\$34,200	\$1,300
*Total program cost includes Fall, Spring and Summer terms.			
<u>MASTER OF SCIENCE IN ACCOUNTANCY</u>			
	<u>FY 2009</u>	<u>Proposed FY 2010</u>	<u>FY 2010 Increase</u>
Tuition	\$30,750	\$31,750	
Program Fees	5,500	6,000	
TOTAL	\$36,250	\$37,750	\$1,500
<u>MASTER OF SCIENCE IN ACCOUNTANCY-TAX (Chicago)</u> (UIUC in Chicago)			
	<u>FY 2009</u>	<u>Proposed FY 2010</u>	<u>FY 2010 Increase</u>
Tuition	\$35,000	\$35,000	
TOTAL	\$35,000	\$35,000	\$0

The **Executive MBA Program** is a five-semester program including one summer. Thus the tuition increase recommended for FY 2010 will affect only the students in the entering class of 2010. Total tuition revenue available for FY 2010 will be sufficient to cover all projected academic program costs.

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 2010 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 2010, current rates have been adjusted for materials, labor, insurance, fuel prices, and flight time.

Aviation course charges proposed for FY 2010 are specified below:

Course	FY 2009	Proposed FY 2010	FY 2010 Increase
Avi 090	\$3,145	\$3,289	\$144
Avi 101	3,701	3,882	181
Avi 120	4,780	5,014	234
Avi 121	2,302	2,414	112
Avi 130	4,299	4,509	210
Avi 140	4,549	4,772	223
Avi 200	6,172	6,465	293
Avi 210	6,128	6,418	290
Avi 320	3,902	4,083	181
Avi 322	2,102	2,203	101
Avi 324	3,226	3,380	154
Avi 380	4,968	5,209	241
Avi 381	1,194	1,251	57
Avi 391	4,203	4,398	195
Avi 392	7,393	7,754	361
Avi 393	975	1,016	41

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

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

The President of the University concurs.