

Board Meeting
March 13, 2007

TUITION AND FEE INCREASES,
COST RECOVERY, OFF-CAMPUS, ON-LINE, AND AVIATION PROGRAMS,
FISCAL YEAR 2008

Action: Approve Increases for Cost Recovery, Off-Campus, On-Line, and Aviation Programs, Fiscal Year 2008

Funding: No Funding Required

I

The Urbana 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 2008, the following actions are proposed for Cost Recovery Programs:

PROPOSED ANNUAL TUITION AND FEES FY 2008			
<u>EXECUTIVE MBA PROGRAM*</u>			
	<u>FY 2007</u>	<u>Proposed FY 2008</u>	<u>FY 2008 Increase</u>
Tuition	\$74,000	\$72,000	
Program		2,000	
Fees			
TOTAL	<u>\$74,000</u>	<u>\$74,000</u>	<u>\$0</u>
*For Five-Term Program			
<u>MASTER OF SCIENCE IN FINANCE</u>			
	<u>FY 2007</u>	<u>Proposed FY 2008</u>	<u>FY 2008 Increase</u>
Tuition	\$30,000	\$30,000	
Program	7,500	7,500	
Fees			
TOTAL	<u>\$37,500</u>	<u>\$37,500</u>	<u>\$0</u>
<u>MASTER OF SCIENCE IN BUSINESS ADMINISTRATION</u>			
	<u>FY 2007</u>	<u>Proposed FY 2008</u>	<u>FY 2008 Increase</u>
Tuition	\$25,300	\$26,000	
Program	7,632	7,500	
Fees			
TOTAL	<u>\$32,932</u>	<u>\$33,500</u>	<u>\$568</u>
<u>MASTER OF SCIENCE IN POLICY ECONOMICS</u>			
	<u>FY 2007</u>	<u>Proposed FY 2008</u>	<u>FY 2008 Increase</u>
Tuition	\$18,360	\$19,120	
Program	4,760	5,600	
Fees			
TOTAL	<u>\$23,120</u>	<u>\$24,720</u>	<u>\$1,600</u>

<u>MASTER OF SCIENCE IN ACCOUNTANCY</u>			
	<u>FY 2007</u>	<u>Proposed FY 2008</u>	<u>FY 2008 Increase</u>
Tuition	\$27,000	\$30,000	
Program Fees	5,500	5,500	
TOTAL	<u>\$32,500</u>	<u>\$35,500</u>	<u>\$3,000</u>

<u>MASTER OF SCIENCE IN ACCOUNTANCY-TAX (Chicago)</u> (UIUC in Chicago)			
	<u>FY 2007</u>	<u>Proposed FY 2008</u>	<u>FY 2008 Increase</u>
Tuition	\$35,000	\$35,000	
TOTAL	<u>\$35,000</u>	<u>\$35,000</u>	<u>\$0</u>

The **Executive MBA Program** is a five-semester program that includes one summer. The tuition increase recommended for FY 2008 will affect only entering students in the entering class of 2008. Total tuition revenue available for FY 2008 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 2008 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 FY 2008, current rates have been adjusted for materials, labor, insurance, and flight time.

Aviation course charges proposed for FY 2008 are specified below:

Course	FY 2007	Proposed FY 2008
Avi 090	\$2,909	\$3,018
Avi 101	3,423	3,548
Avi 120	4,422	4,582
Avi 121	2,129	2,207
Avi 130	3,980	4,125
Avi 140	4,212	4,365
Avi 200	5,719	5,926
Avi 210	5,678	5,884
Avi 320	3,598	3,744
Avi 322	1,945	2,016
Avi 324	3,043	3,093
Avi 380	4,588	4,763
Avi 381	1,107	1,148
Avi 391	3,887	4,032
Avi 392	6,823	7,083
Avi 393	901	934

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.

These changes have been reviewed and are recommended for approval by the Chancellor at Urbana, the Vice President/Chief Financial Officer, and the Vice President for Planning and Administration.

The President of the University concurs.