

APPROVE TUITION AND FEE INCREASES,  
 COST RECOVERY, OFF CAMPUS, ON-LINE, AND AVIATION PROGRAMS,  
 FISCAL YEAR 2009

**Action:** Approve Tuition and Fee Increases for Cost Recovery, Off-Campus, On-Line, and Aviation Programs, Urbana

**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 2009, the following actions are proposed for Cost Recovery Programs:

PROPOSED ANNUAL TUITION AND FEES FY 2009			
<u>EXECUTIVE MBA PROGRAM*</u>			
	<u>FY 2008</u>	<u>Proposed FY 2009</u>	<u>FY 2009 Increase</u>
Tuition	\$72,000	\$77,500	
Program Fees	2,000	4,000	
<b>TOTAL</b>	<b>\$74,000</b>	<b>\$81,500</b>	<b>\$7,500</b>

\*Program cost for five-term program

<u>MASTER OF SCIENCE IN FINANCE</u>			
	<u>FY 2008</u>	<u>Proposed FY 2009</u>	<u>FY 2009 Increase</u>
Tuition	\$30,000	\$31,650	
Program Fees	7,500	7,725	
<b>TOTAL</b>	<b>\$37,500</b>	<b>\$39,375</b>	<b>\$1,875</b>
<u>MASTER OF SCIENCE IN BUSINESS ADMINISTRATION</u>			
	<u>FY 2008</u>	<u>Proposed FY 2009</u>	<u>FY 2009 Increase</u>
Tuition	\$26,000	\$28,100	
Program Fees	7,500	8,000	
<b>TOTAL</b>	<b>\$33,500</b>	<b>\$36,100</b>	<b>\$2,600</b>
<u>MASTER OF SCIENCE IN POLICY ECONOMICS*</u>			
	<u>FY 2008</u>	<u>Proposed FY 2009</u>	<u>FY 2009 Increase</u>
Tuition	\$23,900	\$24,900	
Program Fees	7,000	8,000	
<b>TOTAL</b>	<b>\$30,900</b>	<b>\$32,900</b>	<b>\$2,000</b>
*Total program cost includes Fall, Spring and Summer terms.			
<u>MASTER OF SCIENCE IN ACCOUNTANCY</u>			
	<u>FY 2008</u>	<u>Proposed FY 2009</u>	<u>FY 2009 Increase</u>
Tuition	\$30,000	\$30,750	
Program Fees	5,500	5,500	
<b>TOTAL</b>	<b>\$35,500</b>	<b>\$36,250</b>	<b>\$750</b>
<u>MASTER OF SCIENCE IN ACCOUNTANCY-TAX (Chicago)</u> (UIUC in Chicago)			
	<u>FY 2008</u>	<u>Proposed FY 2009</u>	<u>FY 2009 Increase</u>
Tuition	\$35,000	\$35,000	
<b>TOTAL</b>	<b>\$35,000</b>	<b>\$35,000</b>	<b>\$0</b>

The **Executive MBA Program** is a five-semester program including one summer. Thus the tuition increase recommended for FY 2009 will affect only the students in the entering class of 2009. Total tuition revenue available for FY 2009 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 2009 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 2009, current rates have been adjusted for materials, labor, insurance, fuel prices and flight time.

Aviation course charges proposed for FY 2009 are specified below:

Course	FY 2008	Proposed FY 2009	FY 2009 Increase
Avi 090	\$3,018	\$3,145	\$127
Avi 101	3,548	3,701	153
Avi 120	4,583	4,780	197
Avi 121	2,207	2,302	95
Avi 130	4,125	4,299	174
Avi 140	4,365	4,549	184
Avi 200	5,926	6,172	246
Avi 210	5,884	6,128	244
Avi 320	3,744	3,902	158
Avi 322	2,016	2,102	86
Avi 324	3,093	3,226	133
Avi 380	4,763	4,968	205
Avi 381	1,148	1,194	46
Avi 391	4,032	4,203	171
Avi 392	7,083	7,393	310
Avi 393	934	975	41

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 Chancellors and by the Vice President for Academic Affairs and the Vice President/Chief Financial Officer.

The President of the University concurs.