FY16 Student Tuition Consultation

SFMC – February 17, 2015
Up Front Summary

• Tuition Increase of $0 or 0% for FY16 assuming $142 million request from MnSCU to Legislature is funded
• State of Minnesota has a budget surplus of $1 Billion
WSU Total Budget Composition – FY15

- General Fund $87M, 66%
  - (Tuition $57M, State Appropriation $30M)
- Residence Halls $20M, 15%
- Laptop Program $7M, 5%
- Auxiliary Enterprises $5.5M, 5%
- Student Fees $4.5M, 4%
- Student Union $2M, 2%
- Miscellaneous $3M, 2%
- Grants and Contracts $2M, 2%
- TOTAL $131 Million

Innovation Fund = $400,000 or about ½ of 1% of the Total University Budget
General Fund Budget by Nature – FY15

- Employee Salaries 60%
- Fringe Benefits 18%
- Student Employment 2%
- Equipment 2%
- Operating (Supplies & Expenses) 14%
- Repair and Replacement 1%
- Fuel and Utilities 2%
- Debt Service 1%

80% of the General Fund Budget is Invested in People
Era of double digit tuition increases
FY03-12%, FY04-15%, FY05-15%

Era of inverted budget reductions
Support units took 2x their share, Academic units took 1/2 their share.

Era of shared responsibility
All units share equally in reduction and tuition held to reasonable levels.

Era of tuition freezes
Legislature funded
FY2016 Budget Planning Factors
State of Minnesota

- State budget surplus for FY16/17 is $1.037 billion
- MnSCU has requested $142 million over the FY16/17 biennium. This increase would fund a tuition freeze and salary compensation and inflation at 3%
- Governor Dayton has issued his budget, but withheld any funding for MnSCU, pending a resolution of the issues between the faculty unions and the Chancellor/Board of Trustees
- Next economic forecast is due out 1st week of March
FY2016 Budget Planning Factors - WSU

- FY16 Budget Scenario Calculator on Fiscal Affairs / Budget ToolKit page http://www.winona.edu/fiscalaffairs/budget_101.asp
- Increases in employee wages and health insurance continue to be the largest cost drivers at the University
- Uncertain enrollment for FY16 and beyond
  - FY13 8,459 FYE
  - FY14 8,267 FYE
  - FY15 8,185 FYE
  - FY16: Changing demographics makes future enrollment projections challenging
Tuition Costs at Selected Institutions – FY15

Annual Undergraduate Tuition – Full Time Student

- MN State U - Mankato: $6,668
- Winona State University: $6,866
- Bemidji State University: $7,146
- UW - La Crosse: $8,794
- UW - Madison: $10,410
- U of M - Twin Cities: $12,060
History – Tuition and Budget Reductions

• Tuition Increases
  • FY03 – 12%
  • FY04 – 15%
  • FY05 – 15%
  • FY06 – 7%
  • FY07 – 9%
  • FY08 – 4%
  • FY09 – 5%
  • FY10 – 5% (with assistance from Federal stimulus of 2%)
  • FY11 – 5% (with assistance from Federal stimulus of 2%)
  • FY12 – 5%
  • FY13 – 3% (lowest increase of State U’s within MnSCU)
  • FY14 – 0%
  • FY15 – 0%

• Budget Reductions
  • FY02 - $1.0M
  • FY04 - $1.2M
  • FY10 - $1.8M
  • FY12 - $2.5M
  • FY15 - $1.5M
FY2016 WSU Tuition Proposal

- Tuition increase of 0%

<table>
<thead>
<tr>
<th>MN Undergraduate</th>
<th>FY15 Board Approved</th>
<th>FY16 Amount of Increase</th>
<th>FY16 est. (Proposed)</th>
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<tbody>
<tr>
<td>Per Credit</td>
<td>$227.00</td>
<td>$0</td>
<td>$227.00</td>
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<tr>
<td>Banded (Semester)</td>
<td>$3,433.00</td>
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<tr>
<td>Banded (Annual)</td>
<td>$6,866.00</td>
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Resources

• Most current information on budget at
  • President’s page:
    • www.winona.edu/president/index.asp
  • Fiscal Affairs page:
    • www.winona.edu/fiscalaffairs
  • MnSCU Finance page:
    • www.finance.mnscu.edu
Questions