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COMMITTEE ON LONG RANGE PLANNING
November 20, 2014

TO THE REGENTS OF THE UNIVERSITY OF CALIFORNIA

1. APPROVAL OF LONG-TERM STABILITY PLAN FOR TUITION AND FINANCIAL AID

The Committee recommends the following actions on mandatory systemwide student tuition and fees for 2015-16 through 2019-20:

- A. Approve annual increases of five percent in Tuition and the Student Services Fee for undergraduate, graduate academic, and graduate professional students for the years 2015-16 through 2019-20, as shown in Display 1. Tuition and fees will not increase above these levels as long as the State provides minimum annual increases of four percent in State funding for the University's permanent base budget and continues to cover mandatory systemwide charges under the Cal Grant program.

An amount equivalent to 33 percent of the undergraduate Student Tuition and Student Services Fee increases, 50 percent of the graduate academic student Tuition and Student Services Fee increases, and 33 percent of the graduate professional student Tuition and Student Services Fee increases will be set aside for financial aid.

- B. Authorize the President to assess charges below the amounts shown in Display 1 in any year when the State provides additional funding above the base budget adjustment described in paragraph A. to buy out some or all of the proposed student tuition and fee increases.
- C. Approve annual increases of five percent in Nonresident Supplemental Tuition for undergraduate nonresident students for the years 2015-16 through 2019-20, as shown in Display 2.

DISPLAY 1: Proposed Maximum Increases to Mandatory Systemwide Charges^{1,3}

		Annual 5% Increases Proposed for Approval by the Regents									
	2014-15 Charges	<i>Incr.</i> (5%)	2015-16 Charges	<i>Incr.</i> (5%)	2016-17 Charges	<i>Incr.</i> (5%)	2017-18 Charges	<i>Incr.</i> (5%)	2018-19 Charges	<i>Incr.</i> (5%)	2019-20 Charges
Tuition²											
All Students	\$11,220	\$564	\$11,784	\$588	\$12,372	\$618	\$12,990	\$648	\$13,638	\$684	\$14,322
Student Services Fee											
All Students	\$972	\$48	\$1,020	\$54	\$1,074	\$54	\$1,128	\$54	\$1,182	\$60	\$1,242
Total Mandatory Systemwide Charges											
All Students	\$12,192	\$612	\$12,804	\$642	\$13,446	\$672	\$14,118	\$702	\$14,820	\$744	\$15,564

¹ Subject to change if expected State funding is not provided.

² Includes \$60 Surcharge to cover costs associated with the *Luquetta v. Regents* class action lawsuit.

³ Charges are effective the summer term preceding the academic year indicated – e.g., summer 2015 for 2015-16. Figures are rounded to be divisible by \$6 in order to facilitate campus billing processes which, depending on the campus, occur either two or three times per academic year.

DISPLAY 2: Proposed Increases to Nonresident Supplemental Tuition for Undergraduates¹

		Annual 5% Increases Proposed for Approval by the Regents									
	2014-15 Charges	<i>Incr.</i> (5%)	2015-16 Charges	<i>Incr.</i> (5%)	2016-17 Charges	<i>Incr.</i> (5%)	2017-18 Charges	<i>Incr.</i> (5%)	2018-19 Charges	<i>Incr.</i> (5%)	2019-20 Charges
Undergraduate Nonresident Supplemental Tuition											
Undergraduate	\$22,878	\$1,146	\$24,024	\$1,200	\$25,224	\$1,260	\$26,484	\$1,326	\$27,810	\$1,392	\$29,202
Including Mandatory Systemwide Charges (from Display 1)											
Undergraduate	\$35,070	\$1,758	\$36,828	\$1,842	\$38,670	\$1,932	\$40,602	\$2,028	\$42,630	\$2,136	\$44,766

¹ Charges are effective the summer term preceding the academic year indicated – e.g., summer 2015 for 2015-16. Figures are rounded to be divisible by \$6 in order to facilitate campus billing processes which, depending on the campus, occur either two or three times per academic year.

2. **APPROVAL OF LONG-TERM PLAN FOR PROFESSIONAL DEGREE SUPPLEMENTAL TUITION AND OF PROPOSED 2015-16 PROFESSIONAL DEGREE SUPPLEMENTAL TUITION FOR NINE SPECIFIC PROGRAMS**

The Committee recommends that the Regents approve the following actions related to Professional Degree Supplemental Tuition (PDST):

- A. Authorize the President of the University to assess annual increases to PDST of up to five percent over the previous year for the years 2015-16 through 2019-20 and, consistent with existing Presidential authority, to assess any annual decreases. The President may approve individual increases as exceptions to Regents Policy 3103: Policy on Professional Degree Supplemental Tuition so long as the increase does not exceed five percent over the previous year. Annual changes in PDST will vary by program, and the President will report annually to the Regents on approved increases and decreases. Any graduate professional degree program requesting either to charge PDST for the first time or to charge a PDST increase higher than five percent in any given year will be required to submit a proposal for approval by the Regents under the existing process.
- B. Authorize an increase in PDST of 20 percent in 2015-16 for the Nursing graduate professional degree program on all four campuses that offer the degree (Davis, Irvine, Los Angeles, and San Francisco).
- C. Authorize initiation of PDST for five graduate professional degree programs – Journalism at Berkeley, Leadership Education at Berkeley, Public Policy at Riverside, Teacher Education at Berkeley, and Technology Management at Santa Barbara – at the levels indicated in Attachment 1. The first four programs are to be authorized as an exception to Policy 3103, as in-state charges for these programs are expected to exceed average in-state charges at programs at public comparison institutions.

3. **APPROVAL OF THREE-YEAR FINANCIAL SUSTAINABILITY PLAN**

The Committee recommends that the Three-Year Financial Sustainability Plan requested by the Governor be approved.

Attachment 1
2015-16 Proposed Professional Degree Supplemental Tuition (PDST) Levels
for New PDST Programs and Nursing Programs (a)

Programs Proposing to Assess PDST for the First Time

	Proposed 2015-16 PDST Charge Levels	
	<u>Resident</u>	<u>Nonresident</u>
Journalism		
Berkeley	\$7,500 (b)	\$7,500
Leadership Education		
Berkeley (MA)	\$6,000 (b)	\$6,000
Public Policy		
Riverside	\$5,952 (b)	\$5,952
Teacher Education		
Berkeley	\$6,000 (b)	\$6,000
Technology Management		
Santa Barbara	\$32,004	\$32,004

Programs Proposing to Increase PDST Levels by More Than Five Percent

	Residents				Nonresidents			
	2014-15 Charge Levels	Proposed Increase		2015-16 Charge Levels	2014-15 Charge Levels	Proposed Increase		2015-16 Charge Levels
		(\$)	(%)			(\$)	(%)	
Nursing								
Davis	\$8,358	\$1,671	20%	\$10,029	\$8,358	\$1,671	20%	\$10,029
Irvine	8,358	1,671	20%	10,029	8,358	1,671	20%	10,029
Los Angeles	8,358	1,671	20%	10,029	8,358	1,671	20%	10,029
San Francisco	8,358	1,671	20%	10,029	8,358	1,671	20%	10,029

(a) Note that the rates shown for California resident students also apply to any nonresident student who is exempt from Nonresident Supplemental Tuition under Regental policy.

(b) Total charges for UC students who are California residents are expected to exceed the average of the projected In-State total charges for comparator programs in public institutions.