



# Board Work Session

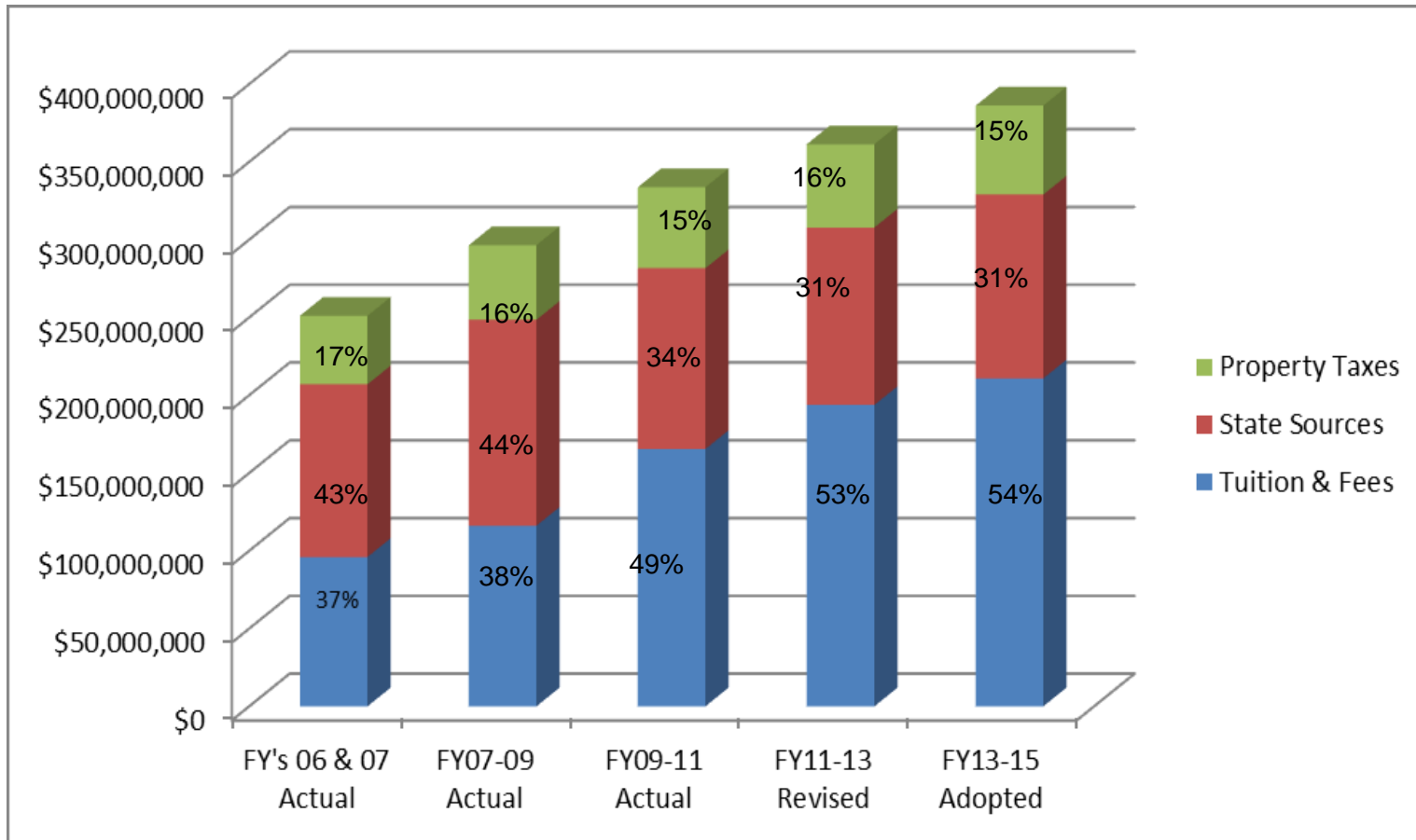
## Tuition Discussion

January 24, 2014



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- PCC revenue structure and its 5-year trend



Tuition in 13-14: \$88 per credit hour; Board approved \$5 inc. for 14-15

Common student support fees approved by the Board:

Technology fee	\$4.50 per credit	Supports student and instructional technology.
Student activity fee	\$1.70 per credit	Supports student activities including student government.
College service fee	\$15 per term	Supports services including transcripts and book lockers.
Transportation fee	\$4 per term	Supports transportation services.



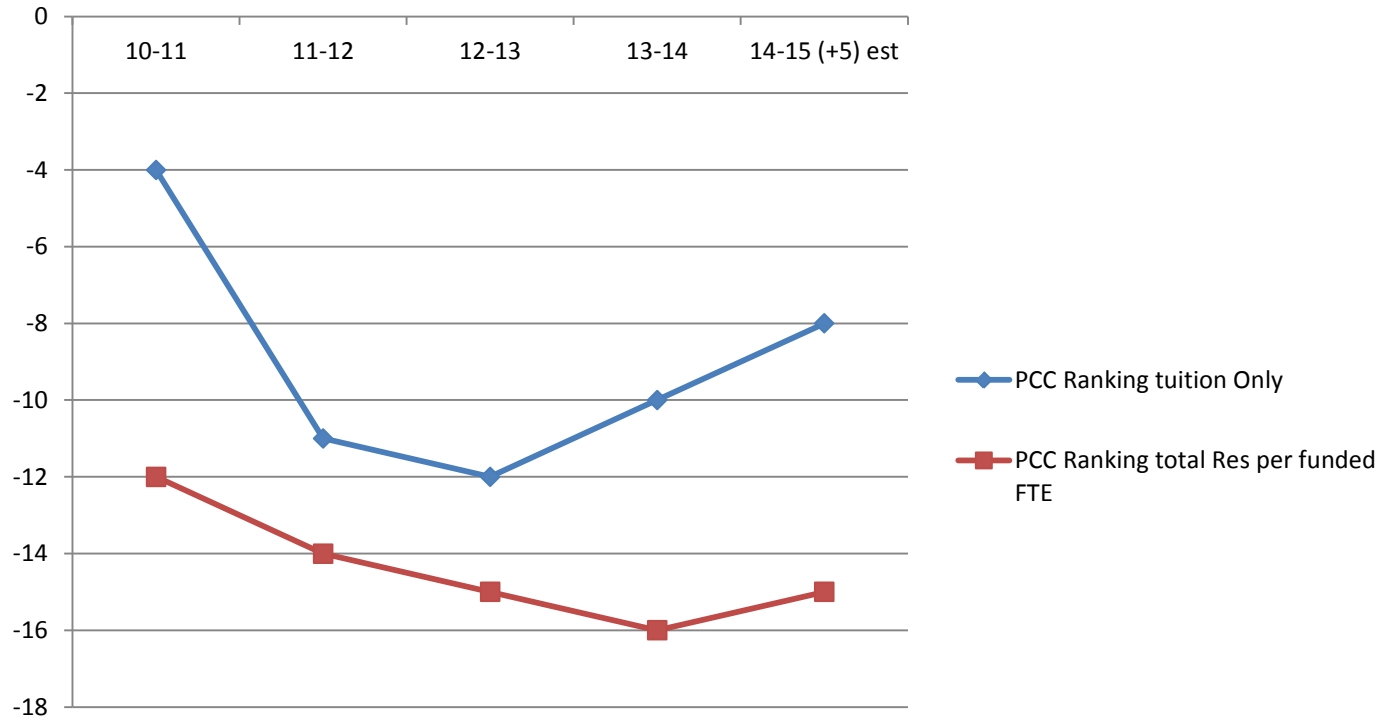
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- Oregon Community Colleges all charge fees like PCC
- When comparing in a bigger picture, PCC ranking drops

2013-14			2013-14			2013-14		
Community College	RANK	In-District Charge Per Credit Hour	Community College	RANK	Annualized tuition & Fees	Community College	RANK	Total Resources per Student
Oregon Coast	1	\$ 99.00	Southwestern	1	\$ 5,193	Tillamook Bay	1	\$ 9,765
Clatsop	2	\$ 98.00	Clatsop	2	\$ 4,953	Oregon Coast	2	\$ 9,693
Treasure Valley	3	\$ 94.00	Treasure Valley	3	\$ 4,950	Clatsop	3	\$ 9,040
Linn-Benton	4	\$ 93.80	Oregon Coast	4	\$ 4,770	Southwestern	4	\$ 8,840
Lane	5	\$ 92.00	Rogue	5	\$ 4,680	Columbia Gorge	5	\$ 8,819
Rogue	6	\$ 91.00	Lane	6	\$ 4,650	Treasure Valley	6	\$ 8,748
Tillamook Bay	7	\$ 90.00	Mt. Hood	7	\$ 4,601	Klamath	7	\$ 8,249
Columbia Gorge	8	\$ 89.00	Tillamook Bay	8	\$ 4,545	Rogue	8	\$ 8,205
Mt. Hood	8	\$ 89.00	Columbia Gorge	8	\$ 4,545	Lane	9	\$ 8,087
Blue Mountain	10	\$ 88.00	Linn-Benton	10	\$ 4,455	Mt. Hood	10	\$ 8,061
Portland	10	\$ 88.00	Chemeketa	11	\$ 4,320	Blue Mountain	10	\$ 8,001
Central	12	\$ 87.00	Umpqua	12	\$ 4,313	Linn-Benton	12	\$ 7,945
Southwestern	13	\$ 85.00	Portland	13	\$ 4,296	Umpqua	13	\$ 7,892
Umpqua	14	\$ 85.00	Klamath	14	\$ 4,290	Chemeketa	14	\$ 7,764
Clackamas	15	\$ 84.00	Blue Mountain	15	\$ 4,262	Central	15	\$ 7,745
Klamath	16	\$ 83.00	Central	16	\$ 4,226	Portland	16	\$ 7,704
Chemeketa	17	\$ 82.00	Clackamas	17	\$ 4,133	Clackamas	17	\$ 7,610
State Average		\$89.28	State Average		\$ 4,540	State Average		\$ 8,363



## History ranking trend of our tuition and total resources per FTE



Actual \$ amount	10-11	11-12	12-13	13-14	14-15 Est.
Tuition per CR hour	\$ 76.00	\$79.00	\$ 82.00	\$ 88.00	\$ 93.00
Total resources PER funded FTE	\$ 6,902	\$ 6,909	\$ 6,871	\$ 7,704	\$ 8,499



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## Why the trend for total resources per FTE for PCC:

1. We are equally funded since 2011-12 for all FTE except that the CCSF allocation formula has two built-in components that disadvantage PCC for resources per FTE due to its size:
  - a. **Small School Adjustment**: The first 1,100 SFTE is funded at an additional \$720 per FTE. For colleges that are under 1,100 FTE, they get at least an additional \$720 per funded FTE, while PCC gets about \$29 per funded FTE. (Diff ~700)
  - b. **Funded enrollment cap**: PCC has approx. 5,000 SFTE in 2013-14 that are not funded by the State allocation, only tuition. (We lost by a 16-1 vote on this).
    - a. 10 Colleges are over the cap
    - b. Of the total SFTEs over the cap, PCC accounts for 68% of it



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## Events recap and developments in 2013:

1. Board approved in Feb 2013 the 2<sup>nd</sup> year (14-15) a \$5 per credit increase to \$92 .
2. State approved an additional \$15 million for CCSF for the 2<sup>nd</sup> year of the biennium in September 2013 with a budget note for tuition relief
3. PCC's share is about \$3.8 million.
  - a. Due to the contract settlement contingency: .5% increase in compensation to the federations for 2014-15, \$850 to 900K.
- The net allows us to reduce the tuition increase up to \$3 per credit (i.e. from the approved \$5 to \$2)





## Events recap and developments in 2013, continued:

4. For 2015-17 biennium, CCSF needs to be at \$480 million in order to stay at par with 2013-15.
5. Uncertainties:
  - a. The PERS reforms legislations subject to court challenges (SB 822 and SB 861)- could make savings become 1-time
  - b. PERS will be increasing their rates for 15-17 regardless of whether these SBs are upheld or not
  - c. Enrollment is dropping: tuition revenue will likely come under our projections. (Fall down 3.8% and Winter so far 7.0%)



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## Events recap and developments in 2013, continued:

5. Uncertainties (continued):
  - c. Our budget balancing plan for the 2013-15 biennium is still being implemented—some of the will not take effect until 2014-15.
  - d. Good news is that %-wise we spent less than 2012-13 at the same time.
6. We are doing a mid-year 2013-14 projection. Depending on Spring 2014 enrollment, we would balance our revenue and expenditures or have a slight dipping into the fund balance.



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## What Other Oregon CC preliminary plans for tuition for FY 2014-15 after the \$15 million addition:

1. No tuition increase:
  - a. Klamath, Clatsop, Blue Mountain, Umpqua, Rogue & Columbia Gorge.
2. Still in discussion:
  - a. Oregon Coast, Mount Hood, Clackamas, Chemeketa, Linn-Benton, Southwestern & Tillamook.
3. Some tuition increase (some tie to COLA):
  - a. Lane \$ 2 or higher; Treasure Valley \$1 or \$2, Central Oregon \$1



## **Staff Recommendation assuming our new CCSF base going forward is \$480 million in the 2015-17 biennium:**

1. Reduce the \$5 tuition increase to \$3, a reduction of \$2.
2. Use a small portion of 2<sup>nd</sup> year tuition increase to help access and completion:
  - a. Earmark up to \$1 of tuition to College need based financial aid, or
  - b. Dedicate a portion to students to high stakes Math courses who complete and enroll in the next higher level, particularly the pre-college to college math transition (through tuition reimbursement or scholarship), or
  - c. For students who have successfully completed 100% of attempted credits, provide scholarships for subsequent term



## Other Considerations:

1. Monitor the Feb 2014 legislative session
2. Track the PERs lawsuit
3. Follow up on the uncertainties
4. Make any necessary mid-biennium adjustments to our 2013-15 budget; to prepare us for 2015-17



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## Financial Aid Timelines

- Financial Aid requires us to make tuition decisions at the February Board Meeting so that we could assure financial aid ready for 2014-15 Academic Year.
- A resolution to the Board to effect the final changes to the approved \$5 per credit tuition increases in the February 20, 2014 meeting.



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Questions?

Thank you!

