

**The University of Montana
Recommended Allocation and Tuition Plan
Comparison to Regent Adopted Spending Plans**

	The University of Montana Missoula		The University of Montana Montana Tech		The University of Montana Western		The University of Montana Helena COT	
	FY06	FY07	FY06	FY07	FY06	FY07	FY06	FY07
Projected Revenue								
General Fund/Millage COE Allocation	41,221,192	42,672,383	9,787,997	10,228,246	4,347,462	4,478,296	2,364,067	2,470,291
Recommended GF Allocation Adjustments	(2,450,690)	(1,998,495)	843,789	252,119	945,390	1,004,758	661,511	741,618
Interest	442,698	597,189	69,274	69,274	20,000	20,000	8,000	8,000
Tuition (Incl reg, late fees, other CU fees)*	74,571,716	81,690,388	9,792,471	10,914,820	3,957,414	4,298,432	1,730,648	1,852,502
Transfers Between Fiscal Years	532,222	(532,222)	0	0	0	0	0	0
Total Projected Revenue	114,317,138	122,429,243	20,493,531	21,464,459	9,270,266	9,801,486	4,764,226	5,072,411
Total Recommended Expenditures	114,317,138	122,429,243	20,493,530	21,464,459	9,270,266	9,801,486	4,764,226	5,072,411
Regents Adopted Spending Plan	115,025,161	122,797,631	20,493,530	21,464,459	9,270,266	9,801,486	4,818,954	5,186,627
Annual Difference	708,023	368,388	0	0	0	0	54,728	114,216
Recommended Expenditures as a Percentage of Regents Spending Plan	99.4%	99.7%	100.0%	100.0%	100.0%	100.0%	98.9%	97.8%
* Net of Waivers for Additional Revenue Resulting from Tuition Increases/Adjustments								

**Montana State University
Recommended Allocation and Tuition Plan
Comparison to Regent Adopted Spending Plans**

	Montana State University Bozeman		Montana State University Billings		Montana State University Northern		Montana State University Great Falls COT	
	FY06	FY07	FY06	FY07	FY06	FY07	FY06	FY07
Projected Revenue								
General Fund/Millage COE Allocation	40,416,285	40,863,436	15,579,642	16,146,001	6,494,895	6,662,023	4,238,761	4,535,362
Recommended GF Allocation Adjustments	(1,020,780)	(1,020,780)	175,000	0	744,780	738,966	101,000	281,814
Interest	223,000	223,000	80,000	80,000	15,000	15,000	6,500	7,000
Tuition (Incl reg, late fees, other CU fees)*	71,198,977	75,970,197	18,144,495	19,403,130	5,068,087	5,491,150	3,931,919	4,051,710
Transfers Between Fiscal Years	255,000	(255,000)	0	0	142,500	(142,500)	0	0
Total Projected Revenue	111,072,482	115,780,853	33,979,137	35,629,131	12,465,262	12,764,639	8,278,180	8,875,886
Total Recommended Expenditures	111,072,482	115,780,853	33,979,137	35,629,131	12,465,262	12,764,639	8,278,180	8,875,886
Regents Adopted Spending Plan	111,072,482	115,780,853	33,979,138	35,629,131	12,465,262	12,764,639	8,278,180	8,875,886
Annual Difference	0	0	1	0	0	0	0	0
Recommended Expenditures as a Percentage of Regents Spending Plan	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%
* Net of Waivers for Additional Revenue Resulting from Tuition Increases/Adjustments								

MONTANA UNIVERSITY SYSTEM
Proposed Tuition Rate Increases by Campus and System
Fiscal Years 2006 and 2007

	<u>UM</u>		<u>MT TECH</u>		<u>UM-W</u>		<u>HCOT</u>		<u>UM CAMPUSES WEIGHTED AVERAGE</u>	
	<u>FY06</u>	<u>FY07</u>	<u>FY06</u>	<u>FY07</u>	<u>FY06</u>	<u>FY07</u>	<u>FY06</u>	<u>FY07</u>	<u>FY06</u>	<u>FY07</u>
	RESIDENT	7.75%	7.75%	12.00%	12.00%	7.00%	7.00%			8.29%
NON-RESIDENT	8.75%	8.75%	12.00%	12.00%	4.00%	4.00%			8.66%	8.66%
COT-RESIDENT	4.00%	4.00%	4.00%	4.00%			4.00%	4.00%	4.00%	4.00%
COT-NON-RESIDENT	4.00%	4.00%	4.00%	4.00%			4.00%	4.00%	4.00%	4.00%
CAMPUS TOTAL	7.66%	7.66%	10.86%	10.86%	6.62%	6.62%	4.00%	4.00%	7.82%	7.82%

	<u>MSU</u>		<u>MSU-B</u>		<u>MSU-N</u>		<u>GFCOT</u>		<u>MSU CAMPUSES WEIGHTED AVERAGE</u>	
	<u>FY06</u>	<u>FY07</u>	<u>FY06</u>	<u>FY07</u>	<u>FY06</u>	<u>FY07</u>	<u>FY06</u>	<u>FY07</u>	<u>FY06</u>	<u>FY07</u>
	RESIDENT	13.64%	12.00%	7.64%	7.09%	8.35%	8.43%			11.60%
NON-RESIDENT	3.81%	3.67%	2.31%	2.26%	3.01%	3.09%			3.72%	3.58%
COT-RESIDENT			3.05%	3.04%			2.98%	2.93%	3.01%	2.97%
COT-NON-RESIDENT			3.04%	3.05%			2.96%	2.94%	2.99%	2.99%
CAMPUS TOTAL	11.82%	10.45%	6.74%	6.30%	8.15%	8.24%	2.98%	2.93%	9.66%	8.73%

	<u>SYSTEM WEIGHTED AVERAGE</u>	
	<u>FY06</u>	<u>FY07</u>
RESIDENT	10.07%	9.43%
NON-RESIDENT	6.40%	6.34%
COT-RESIDENT	3.52%	3.51%
COT-NON-RESIDENT	3.68%	3.68%
SYSTEM TOTAL	8.78%	8.29%

Note: The resident, non-resident, and COT increases by campus are based on FY05 student FTE and proposed tuition rate increases. The overall campus totals and the weighted average for UM and MSU campuses and the system weighted average are weighted by student FTE.

The University of Montana-Missoula
Tuition Rates

Tuition	Actual FY05	Proposed FY06		Proposed FY07	
	Amount	Amount	% Inc	Amount	% Inc
College of Technology					
Resident	\$ 2,205.60	\$ 2,293.80	4.00%	\$ 2,385.60	4.00%
Western UG Exchange	\$ 3,307.20	\$ 3,439.40	4.00%	\$ 3,577.00	4.00%
Non-Resident	\$ 6,922.80	\$ 7,199.80	4.00%	\$ 7,487.80	4.00%
Undergraduate Lower Division					
Resident	\$ 3,220.80	\$ 3,470.40	7.75%	\$ 3,739.40	7.75%
Western UG Exchange	\$ 4,831.20	\$ 5,205.60	7.75%	\$ 5,609.00	7.75%
Non-Resident	\$ 11,139.60	\$ 12,114.40	8.75%	\$ 13,174.40	8.75%
Undergraduate Upper Division					
Resident	\$ 3,559.20	\$ 3,835.04	7.75%	\$ 4,132.20	7.75%
Western UG Exchange	\$ 5,341.20	\$ 5,755.20	7.75%	\$ 6,201.20	7.75%
Non-Resident	\$ 11,977.20	\$ 13,025.20	8.75%	\$ 14,165.00	8.75%
Post-Baccalaureate					
Resident	\$ 3,813.00	\$ 4,108.60	7.75%	\$ 4,427.00	7.75%
Non-Resident	\$ 12,505.20	\$ 13,599.40	8.75%	\$ 14,789.40	8.75%
First Level Graduate					
Resident	\$ 3,812.40	\$ 4,107.80	7.75%	\$ 4,426.20	7.75%
Non-Resident	\$ 12,505.20	\$ 13,599.40	8.75%	\$ 14,789.40	8.75%
Advanced Graduate					
Resident	\$ 4,306.80	\$ 4,640.60	7.75%	\$ 5,000.20	7.75%
Non-Resident	\$ 13,000.80	\$ 14,138.40	8.75%	\$ 15,375.60	8.75%

**Montana Tech of The University of Montana
Tuition Rates**

	<u>Actual FY05 Amount</u>	<u>Proposed FY06 Amount</u>	<u>% Inc</u>	<u>Proposed FY07 Amount</u>	<u>% Inc</u>
Tuition					
College of Technology					
Resident	\$ 2,200.80	\$ 2,288.80	4.00%	\$ 2,380.40	4.00%
Western Undergraduate Exchange	\$ 3,301.20	\$ 3,433.20	4.00%	\$ 3,570.60	4.00%
Non-Resident	\$ 6,465.60	\$ 6,724.20	4.00%	\$ 6,993.20	4.00%
Undergraduate Lower Division					
Resident	\$ 3,556.80	\$ 3,983.60	12.00%	\$ 4,461.60	12.00%
Western Undergraduate Exchange	\$ 5,335.20	\$ 5,975.40	12.00%	\$ 6,692.40	12.00%
Non-Resident	\$ 12,289.20	\$ 13,764.00	12.00%	\$ 15,415.60	12.00%
Undergraduate Upper Division					
Resident	\$ 3,930.00	\$ 4,401.60	12.00%	\$ 4,929.80	12.00%
Western Undergraduate Exchange	\$ 5,898.00	\$ 6,605.80	12.00%	\$ 7,398.60	12.00%
Non-Resident	\$ 13,581.60	\$ 15,211.40	12.00%	\$ 17,036.80	12.00%
Post-Baccalaureate					
Resident	\$ 4,195.20	\$ 4,698.60	12.00%	\$ 5,262.40	12.00%
Non-Resident	\$ 14,960.40	\$ 16,755.60	12.00%	\$ 18,766.20	12.00%
Graduate					
Resident	\$ 4,195.20	\$ 4,698.60	12.00%	\$ 5,262.40	12.00%
Non-Resident	\$ 14,960.40	\$ 16,755.60	12.00%	\$ 18,766.20	12.00%

**The University of Montana
WESTERN
TUITION RATES**

	Actual FY05	Proposed FY06		Proposed FY07	
	Amount	Amount	% Inc	Amount	% Inc
Tuition					
Undergraduate Lower Division					
Resident Students	2,446.80	2,618.00	7.00%	2,801.20	7.00%
Western Undergraduate Exchange	3,670.08	3,927.00	7.00%	4,201.80	7.00%
Non-Resident Students	10,518.96	10,939.80	4.00%	11,377.40	4.00%
Undergraduate Upper Division					
Resident Students	3,412.32	3,651.20	7.00%	3,906.80	7.00%
Western Undergraduate Exchange	5,118.72	5,477.00	7.00%	5,860.40	7.00%
Non-Resident Students	10,846.08	11,280.00	4.00%	11,731.20	4.00%
Post-Baccalaureate Students					
Resident Students	3,736.80	3,998.40	7.00%	4,278.20	7.00%
Non-Resident Students	11,170.56	11,617.40	4.00%	12,082.20	4.00%

The University of Montana
Helena College of Technology
Tuition Rates

	Actual	Proposed		Proposed	
	<u>FY05</u>	<u>FY06</u>	<u>FY06</u>	<u>FY07</u>	<u>FY07</u>
	<u>Amount</u>	<u>Amount</u>	<u>% Inc</u>	<u>Amount</u>	<u>% Inc</u>
Tuition					
Undergraduate					
Resident Students	\$ 2,137.80	\$ 2,223.40	4.00%	\$ 2,312.40	4.00%
Western Undergraduate Exchange	\$ 3,207.40	\$ 3,335.80	4.00%	\$ 3,469.20	4.00%
Non-Resident Students	\$ 6,507.00	\$ 6,767.20	4.00%	\$ 7,037.80	4.00%
Unsubsidized Residents	\$ 6,507.00	\$ 6,767.20	4.00%	\$ 7,037.80	4.00%

**Montana State University
Tuition Rates**

Tuition	Actual FY05	Proposed FY06		Proposed FY07	
	Amount	Amount	% Inc	Amount	% Inc
Undergraduate					
Resident	\$ 3,654.00	\$ 4,159.00	13.82%	\$ 4,664.00	12.14%
Western UG Exchange	\$ 5,482.00	\$ 6,239.50	13.82%	\$ 6,997.00	12.14%
Non-Resident	\$ 13,168.00	\$ 13,673.00	3.84%	\$ 14,178.00	3.69%
Graduate					
Resident	\$ 4,386.00	\$ 4,891.00	11.51%	\$ 5,396.00	10.33%
Non-Resident	\$ 13,899.60	\$ 14,404.60	3.63%	\$ 14,909.60	3.51%
Post-Baccalaureate					
Resident	\$ 4,386.00	\$ 4,891.00	11.51%	\$ 5,396.00	10.33%
Non-Resident	\$ 13,899.60	\$ 14,404.60	3.63%	\$ 14,909.60	3.51%

Graduate and Post-Bac rates assume same flat dollar increase as undergraduate

**Montana State University - Billings
Tuition Rates**

Tuition	Actual FY05	Proposed FY06		Proposed FY07	
	Amount	Amount	% Inc	Amount	% Inc
College of Technology					
Resident	\$ 2,329.20	\$ 2,400.20	3.05%	\$ 2,473.20	3.04%
Western UG Exchange	\$ 3,494.40	\$ 3,600.90	3.05%	\$ 3,710.40	3.04%
Non-Resident	\$ 5,234.40	\$ 5,393.40	3.04%	\$ 5,558.40	3.06%
Undergraduate					
Resident	\$ 3,548.00	\$ 3,823.00	7.75%	\$ 4,098.00	7.19%
Western UG Exchange	\$ 5,322.00	\$ 5,734.50	7.75%	\$ 6,147.00	7.19%
Non-Resident	\$ 11,692.00	\$ 11,967.00	2.35%	\$ 12,242.00	2.30%
Graduate					
Resident	\$ 4,257.60	\$ 4,532.60	6.46%	\$ 4,807.60	6.07%
Non-Resident	\$ 12,402.00	\$ 12,677.00	2.22%	\$ 12,952.00	2.17%
Post-Baccalaureate					
Resident	\$ 4,257.60	\$ 4,532.60	6.46%	\$ 4,807.60	6.07%
Non-Resident	\$ 12,402.00	\$ 12,677.00	2.22%	\$ 12,952.00	2.17%

Graduate and Post-Bac rates assume same flat dollar increase as undergraduate

**Montana State University - Northern
Tuition Rates**

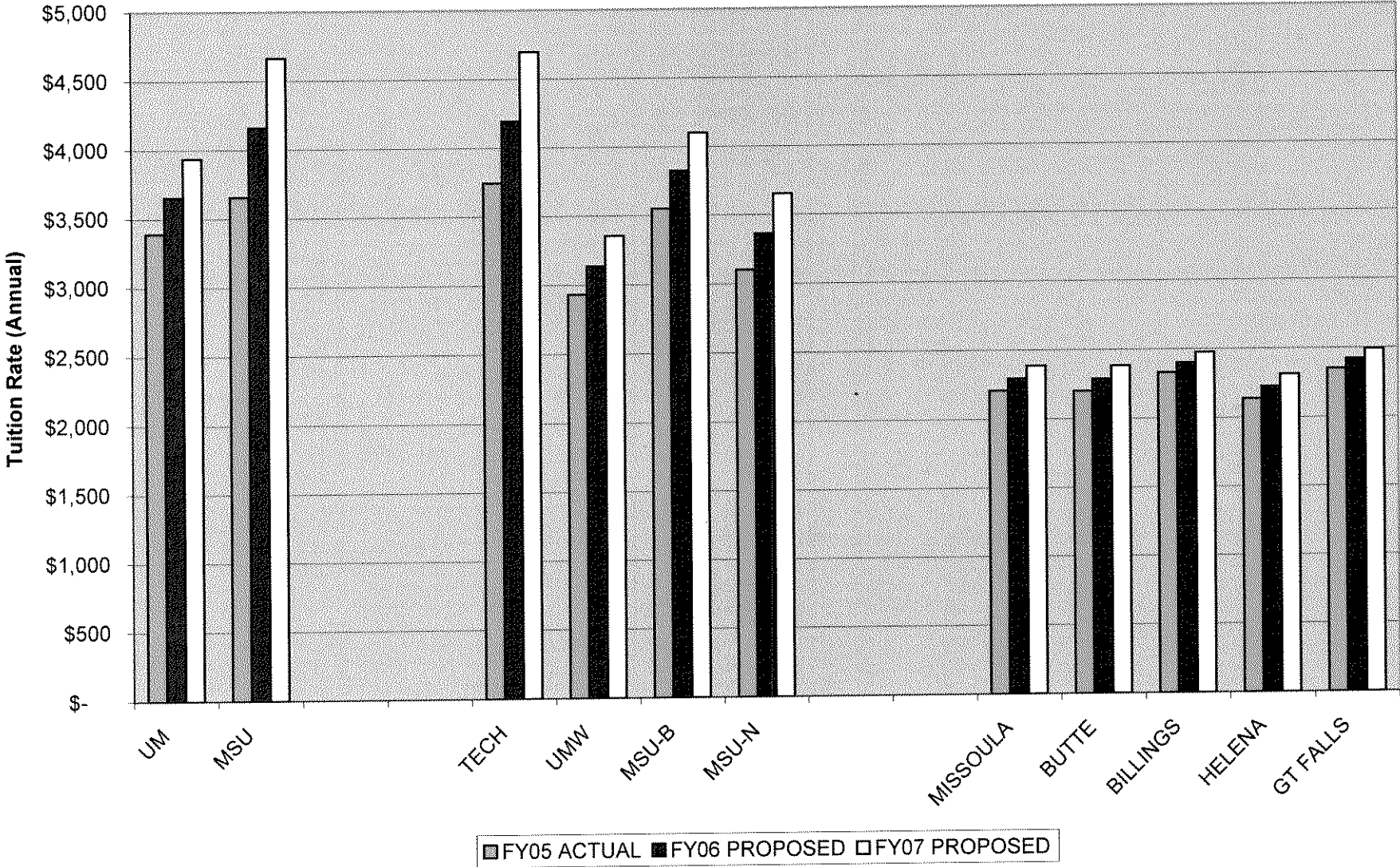
Tuition	Actual FY05	Proposed FY06		Proposed FY07	
	Amount	Amount	% Inc	Amount	% Inc
Undergraduate Lower Division					
Resident	\$ 2,749.44	\$ 2,981.44	8.44%	\$ 3,235.44	8.52%
Western UG Exchange	\$ 4,124.16	\$ 4,472.16	8.44%	\$ 4,853.16	8.52%
Non-Resident	\$ 11,676.70	\$ 12,036.70	3.08%	\$ 12,416.70	3.16%
Undergraduate Upper Division					
Resident	\$ 3,452.96	\$ 3,744.96	8.46%	\$ 4,064.96	8.54%
Western UG Exchange	\$ 5,179.44	\$ 5,617.44	8.46%	\$ 6,097.44	8.54%
Non-Resident	\$ 11,945.40	\$ 12,305.40	3.01%	\$ 12,685.40	3.09%
Graduate					
Resident	\$ 4,170.88	\$ 4,462.88	7.00%	\$ 4,782.88	7.17%
Non-Resident	\$ 12,663.32	\$ 13,023.32	2.84%	\$ 13,403.32	2.92%
Post-Baccalaureate					
Resident	\$ 4,170.88	\$ 4,462.88	7.00%	\$ 4,782.88	7.17%
Non-Resident	\$ 12,663.32	\$ 13,023.32	2.84%	\$ 13,403.32	2.92%

Graduate and Post-Bac rates assume same flat dollar increase as undergraduate (UD)

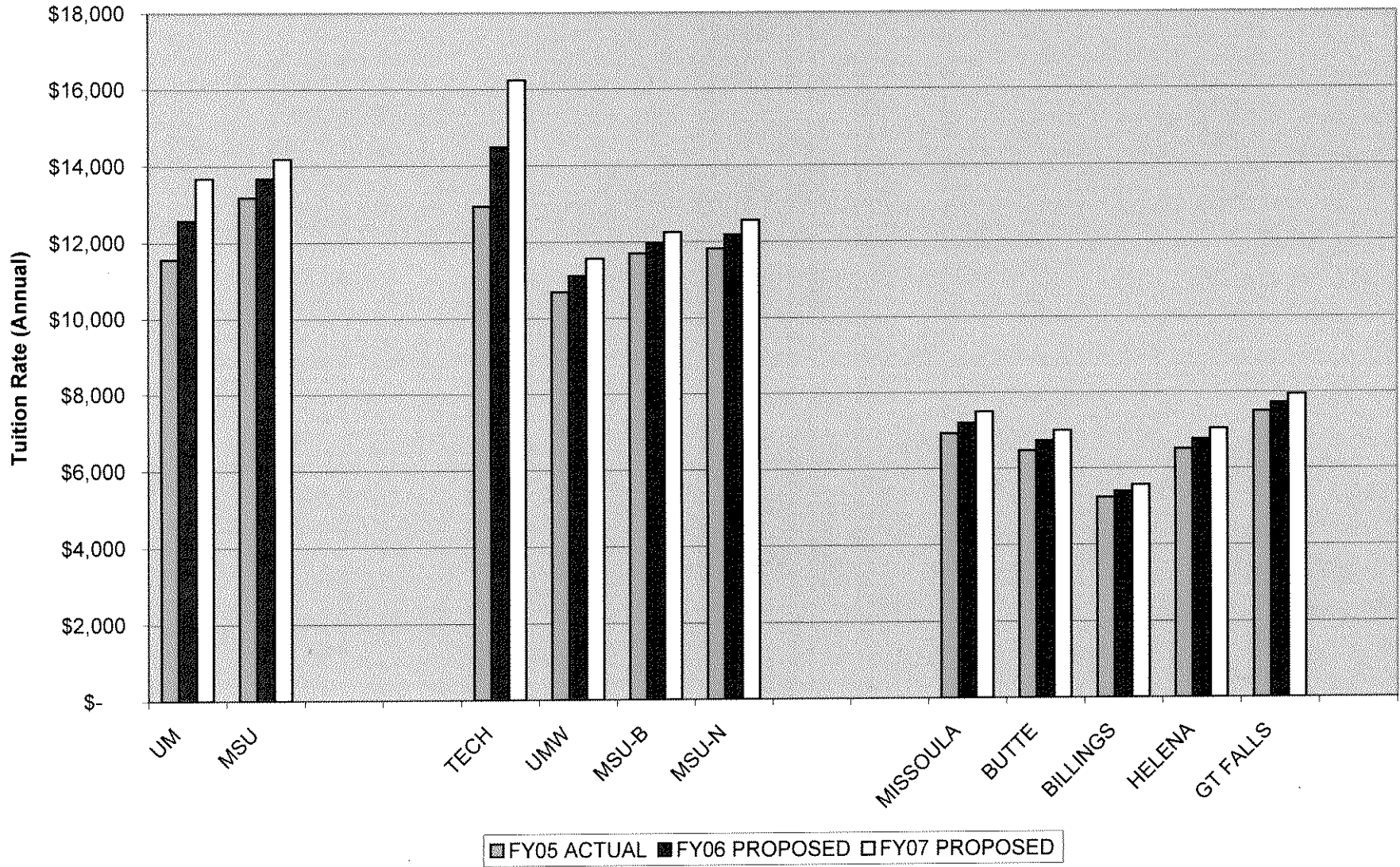
**Montana State University
Great Falls College of Technology
Tuition Rates**

	<u>Actual FY05</u>	<u>Proposed FY06</u>		<u>Proposed FY07</u>	
	<u>Amount</u>	<u>Amount</u>	<u>% Inc</u>	<u>Amount</u>	<u>% Inc</u>
Tuition					
Undergraduate					
Resident Students	\$ 2,350.08	\$ 2,420.08	2.98%	\$ 2,491.08	2.93%
Western Undergraduate Exchange	\$ 3,525.04	\$ 3,630.04	2.98%	\$ 3,736.54	2.93%
Non-Resident Students	\$ 7,491.60	\$ 7,713.60	2.96%	\$ 7,940.60	2.94%

RESIDENT TUITION RATES BY INSTITUTION TYPE



NON-RESIDENT TUITION RATES BY INSTITUTION TYPE



Tuition and Reallocation Recommendations

2006 / 2007 Biennium

The Campuses of The University of Montana

In preparing budget plans for the campuses of The University of Montana, we began several months ago with a collaborative process involving representatives of all four campuses to identify the level of spending necessary to maintain quality, affordability, and access. At the same time, we prepared and reviewed tuition information for each campus, to assess its current position and the likely range of increases which could be sustained without harming affordability or competitiveness. Regarding tuition rates, we also discussed likely ranges of increases with student leadership at several key points throughout the process, and held public forums to allow student input.

The expenditure considerations included not only current spending levels in instruction, support, and infrastructure, but also anticipated fixed cost increases, salary and benefit cost increases, other contractual commitments, and needed investments to maintain and protect academic quality and student access. We are pleased that the level of spending authority approved by the Regents for each campus represents an expenditure budget that will ensure continued quality.

Plan Highlights

The budget plan includes consideration for the recommended salary and benefit increases, increases in fixed costs and other obligations, and targeted investments in strategies to protect academic quality, continue improvement of nonresident enrollment, and address access and affordability for Montana residents through additional targeted tuition assistance.

Tuition and Reallocation of Appropriation

We were keenly aware from the outset that – given the current and anticipated level of State appropriations and the limited ability of the smaller campuses to fill the funding gap through tuition – a substantial level of reallocation of general funds would likely be necessary to create a workable and balanced budget for the four campuses of The University of Montana. In other words, taking the necessary spending levels as a given, there is an inextricable relationship between tuition levels by campus, and reallocation.

We began by modeling the tuition revenue achievable at each campus – utilizing campus-based enrollment projections, and striving to hold individual campus rate increases to competitive ranges, maintain differential tuition rates for the Colleges of Technology, and hold aggregate rate increases below 8% per annum. With these tuition revenue estimates in place, we utilized the COE allocation provided by the Office of the Commissioner, along with campus estimates of other income (interest and administrative fees) to determine revenue estimates for each campus.

Finally, we compared the approved expenditure levels with modeled revenue for each campus, to determine the amount of reallocation necessary to balance all four campuses. Lower than anticipated funding of the payplan, the deduction of \$250 thousand for Regents' priorities, and the update of the COE allocation combined to necessitate adjustments to earlier estimates, but we were able to achieve our goal of balancing all four campuses with tuition recommendations which not only fall well below the Regents' guidelines of 8.4% in the aggregate, but keep each campus increase consistent with our goals of competitiveness and affordability.

The Campuses of The University of Montana

Proposed FY06/07 Tuition Rate Increases - Resident, Non-Resident & WUE

17-Feb-05

With reallocation ¹

	Projected FY06 Enrollment	% of Total	Proposed Tuition Inc	Projected FY07 Enrollment	% of Total	Tuition Inc
UM-Missoula-Resident	8,329	51.52%	7.75	8,387	51.25%	7.75
UM-Missoula-Non-Resident	2,532	15.66%	8.75	2,576	15.74%	8.75
UM-Missoula (COT)-Resident	886	5.48%	4.00	900	5.50%	4.00
UM-Missoula (COT)-Non-Resident	40	0.25%	4.00	40	0.24%	4.00
UM-Missoula WUE	509	3.15%	7.75	505	3.09%	7.75
UM-Missoula WUE-COT	5	0.03%	4.00	5	0.03%	4.00
Montana Tech-Resident	1,496	9.25%	12.00	1,526	9.32%	12.00
Montana Tech-Non-Resident	144	0.89%	12.00	147	0.90%	12.00
Montana Tech (COT)-Resident	275	1.70%	4.00	281	1.72%	4.00
Montana Tech (COT)-Non-Resident	9	0.06%	4.00	9	0.05%	4.00
Montana Tech WUE	124	0.77%	12.00	127	0.78%	12.00
Montana Tech WUE-COT	10	0.06%	4.00	10	0.06%	4.00
UM-Western-Resident	871	5.39%	7.00	880	5.38%	7.00
UM-Western-Non-Resident	50	0.31%	4.00	60	0.37%	4.00
UM-Western WUE	125	0.77%	7.00	125	0.76%	7.00
UM-Helena COT-Resident	750	4.64%	4.00	775	4.74%	4.00
UM-Helena COT-Non-Resident	6	0.04%	4.00	6	0.04%	4.00
UM-Helena COT WUE	6	0.04%	4.00	6	0.04%	4.00
	<u>16,167</u>	100%	<u>7.85</u>	<u>16,365</u>	100%	<u>7.85</u>

¹ Recommended reallocation by campus:

	FY06	FY07
Missoula	(2,450,690)	(1,998,495)
Montana Tech	843,789	252,119
Western	945,390	1,004,758
HCOT	661,511	741,618

Executive Summary
Montana State University FY06/07 Tuition Increase Plan
February 23, 2005

1. This narrative is designed to complement the Executive Summary Sheet (Page 1 of 9) of the University's FY06/07 Tuition Increase Plan.
2. This is the second Tuition Increase Plan that MSU has developed for the FY06/07 Biennium. The first Plan reallocated Cost of Education Model funding levels among MSU campuses in order to effect a partial equalization of COE Target funding levels, and to effect a partial equalization of tuition rates, in comparison to WICHE proportions among categories of institutions.
3. This Plan is more focused in its objectives, in accordance with the directives of the Regents. This Plan uses the Regent-established expenditure levels for all MSU campuses, and reallocates Cost of Education Model funding among MSU campuses in order to control tuition rate increases at the COT and 4-year college campuses.
4. This Plan was finalized over the past two weeks, with the CFOs and or Budget Directors of each MSU campus. During that period of time, several adjustments were made in order to accommodate each campus' preferences, as much as possible.
5. The following is a brief overview of the various data on the Summary Sheet.
 - a. **Lines 1 – 4** provide the Base Budget data that was established for each campus by the Regents.
 - b. **Line 8** provides a comparison of Instructional Expenditures per FTE, between each MSU campus and the average of its WICHE Peers.
 - i. These ratios vary from 66% of Peers, at Bozeman, to 80% of Peers at Billings.
 - ii. The level of overall funding for MSU campuses, in comparison to Regional Peers is very stark.
 - c. **Line 12** provides a comparison of E&G Expenditures per FTE, between each MSU campus and the "target" set for it in the current COE Model.
 - i. These ratios vary from 94% of Target at Bozeman, to 84% of Target at Northern.
 - ii. The most interesting observation regarding these ratios is that they seem to have very little correlation with actual expenditure levels of Regional Peers.
 - d. **Line 16** provides a comparison of Resident Tuition & Fee Rates, between each MSU campus and the average of its WICHE Peers.
 - i. These ratios vary from 113% of Peers at Bozeman, to 164% of Peers at the Billings COT.
 - ii. This high ratio at the Billings COT probably comes in part from past practice of setting the COT tuition rate at 75% of the Billings main campus rate.
 - e. **Lines 17 & 18** provide a comparison of tuition/fee rates between categories of institutions.
 - i. On Line 17, it is shown that WICHE 4-Year College campus rates average 90% of the Research University rate, and COT campus rates average 50% of the Research University rate.

- ii. Within MSU, the 4-Year College campus rates are 99% of the Research University rate, and the COT campus rates are 73% and 61% of the Research University rate.
- f. Taken together, **this data indicates** that:
- i. All MSU campuses are severely under-funded, by millions of dollars, in comparison to their respective WICHE Region Peers.
 - ii. The current COE Model does not generate budget targets that reflect WICHE Region expenditure rates, by category of institution.
 - iii. All MSU campuses are significantly more reliant on student tuition funding than their WICHE Region Peers.
- g. **Lines 27 & 28** indicate the tuition rate increases that would be necessary to fulfill each campus' "Tuition Revenue Gap" in each year of the Biennium, if no funds were reallocated.
- i. All Bozeman tuition rate increases are shown as a flat dollar increase, per student, regardless of their fee category, rather than as an across the board percentage increase on all students.
 - ii. This is being done in order to dampen the overall increase on Nonresident tuition rates, so that the University does not suffer any greater price resistance from its Nonresident students.
 - iii. Without any reallocation of funds, the necessary tuition rate increases vary from 31% at Northern, in FY06, to -3% at the Billings COT, in FY07.
 - iv. The overall average tuition rate increase for MSU would be 8.66% in FY06, and 6.59% in FY07.
- h. **Lines 29 – 33** detail the fund reallocations in MSU's Tuition Plan.
- i. **Line 31** shows a reallocation between budget years, at two campuses, in order to equalize overall tuition rate increases, between the two years of the biennium, at those specific campuses.
 - ii. **Line 32** shows the reallocation of funds between campuses during the two years of the biennium.
- i. **Lines 34 – 38** show the resulting tuition rate increases for each campus.
- i. Bozeman will have a flat \$505 increase, in each year of the biennium, for all fulltime undergraduate Resident and Nonresident students.
 - ii. At the Billings 4-Year College campus, the same approach will be used. That will create a flat \$275 increase, in each year of the biennium, for all fulltime undergraduate Resident and Nonresident students.
 - iii. Both COTs will have annual increases of around \$70 for Resident students.
 - iv. Northern will also utilize a differential dollar amount increase for adjusting its rates. Nonresident rates will be increased by \$360 and \$380, while Resident LD/UD rates will be increased by \$232/292 in FY06, and \$254/320 in FY07.
 - v. COT rate increases were held at 3% per year, and the 4-Year College campus rates increases are in the range of 7.5% - 8.5%.
- j. Finally, **Line 42** shows that Nonresident tuition costs will still be over 140% of the actual Net Cost of Education on the Bozeman campus.

MONTANA STATE UNIVERSITY
FY06/07 BUDGET EXECUTIVE SUMMARY SHEET

Draft--February 23, 2005

	Bozeman		Billings		Billings CoT		Northern		Great Falls CoT		MSU Totals/Avgs	
	FY06 Projected	FY07 Projected	FY06 Projected	FY07 Projected	FY06 Projected	FY07 Projected	FY06 Projected	FY07 Projected	FY06 Projected	FY07 Projected	FY06 Projected	FY07 Projected
1 Total FTE Enrollment	10,600	10,607	3,507	3,558	686	698	1,351	1,377	1,270	1,271	17,414	17,511
2 Total Expenditures	111,072,482	115,780,853	30,035,324	31,639,624	3,943,814	3,989,507	12,465,262	12,764,639	8,278,180	8,875,886	165,795,062	173,050,509
3 Total Base Revenues	106,760,151	106,998,719	29,103,492	29,790,081	3,749,269	3,862,052	11,308,253	11,603,366	8,072,521	8,382,401	158,993,686	160,636,619
4 Tuition Revenue GAP	4,312,331	8,782,134	931,832	1,849,543	194,545	127,455	1,157,009	1,161,273	205,659	493,485	6,801,376	12,413,890
5 2004 Instructional Expenditures per FTE												
6 WICHE Peer Instructional Expenditures per FTE	7,155		4,576		4,246		4,576		4,246			
7 MSU Campuses CHE Instructional Expenditures per FTE	4,749		3,659		2,821		3,398		3,315			
8 MSU Percentage of Peer Expenditure Rate	66.37%		79.95%		66.43%		74.25%		78.07%		73.02%	
9 2006 Budgeted NET Expenditures per FTE (excl'd Research & Pub Svc)												
10 2006 COE Target NET Expenditures per FTE	10,199		8,697		6,245		10,108		7,190			
11 E&G Expenditures/FTE	9,608		7,968		5,749		8,507		6,335			
12 Budget Percentage of COE Target	94.21%		91.61%		92.06%		84.16%		88.11%		90.03%	
13 FY05 Resident Tuition & Fees Rate	4,577		4,550		3,319		4,519		2,794			
14 MSU-Northern LD Resident Rate							3,815					
15 WICHE Peer Resident Rate	4,051		3,640		2,028		3,640		2,028			
16 MSU Percent of WICHE Peer Tuition & Fees Average	112.98%		125.00%		163.66%		124.15%		137.77%		145.51%	
17 WICHE Percent of Reseach Rate	100.00%		89.85%		50.06%		89.85%		50.06%			
18 MSU Rate Percentage of Research University	100.00%		99.41%		72.51%		98.73%		61.04%			
19 MSU-Northern LD Percentage of Research University							188.12%					
20 FY05 Nonresident Tuition & Fees Rate	14,177		12,831				13,095					
21 WICHE Peer Nonresident Rate	15,477		11,372				11,372					
22 MSU Percentage of WICHE Peer Tuition & Fees Average	91.60%		112.83%				115.15%				105.74%	
23 Tuition Increase Requirements (No Adjustments)												
24 Resident Increase	440	440	253	246	222	-75	842	3	137	192	379	161
25 Percent	12.04%	10.75%	7.14%	6.47%	9.54%	-2.95%	30.62%	0.08%	5.83%	7.70%	8.66%	6.59%
26 Nonresident Increase	440	440	835	811	499	-169	3,576	13	437	611	1,157	341
27 Percent	3.34%	3.23%	7.14%	6.47%	9.54%	-2.95%	30.62%	0.08%	5.83%	7.70%	8.66%	6.59%
28 Average Overall Annual Tuition Increase @ Bozeman	7.68%	7.46%										
29 TUITION INCREASE PLAN												
30 "Cost of Edu" Gen Fund Allocation	40,416,285	40,863,436	13,869,638	14,363,222	1,710,004	1,782,779	6,494,895	6,662,023	4,238,761	4,535,362	66,729,583	68,206,822
31 General Fund Adjustment Between Years	255,000	(255,000)	0	0	0	0	142,500	(142,500)	0	0	397,500	(397,500)
32 General Fund Adjustment Between Campuses	(1,020,780)	(1,020,780)	42,500	0	132,500	0	744,780	738,966	101,000	281,814	0	0
33 Adjusted Tuition Revenue GAP	5,078,111	10,057,914	889,332	1,849,542	62,044	127,456	269,729	564,807	104,659	211,671	6,403,877	12,811,390
34 Resident Increase	505	505	275	275	71	73	232/292	254/320	70	71	231	236
35 Percent	13.82%	12.14%	7.75%	7.19%	3.04%	3.05%	8.44%/8.46%	8.52%/8.54%	2.97%	2.94%	8.15%	7.56%
36 Nonresident Increase	505	505	275	275	159	165	360	380	222	227	304	310
37 Percent	3.84%	3.69%	2.35%	2.30%	3.04%	3.05%	3.01%	3.09%	2.97%	2.94%	8.15%	7.56%
38 Average Overall Annual Tuition Increase @ Bozeman	9.04%	8.21%	6.81%	6.80%			7.14%	7.12%				
39 Budgeted Net Expenditure Per FTE	9,608	10,010	7,968	8,290	5,749	5,716	8,507	8,542	6,335	6,792		
40 Resident Tuition Rate/Northern LD	4,159	4,664	3,823	4,098	2,400	2,473	2,981	3,235	2,420	2,491		
41 Resident Tuition Rate/Northern UD							3,745	4,065				
42 Nonresident Tuition Rate/Northern UD	13,673	14,178	11,968	12,243	5,394	5,558	12,305	12,685	7,714	7,941		