

## **AGENDA**

Tuition Development Work Group

Council on Postsecondary Education

Wednesday, April 20, 2016

2:00 PM

Conference Room A

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1. Welcoming Remarks
2. Biennial Budget Update 2
3. 2016-17 Tuition Setting Process
  - a. Policy Relevant Data 5
  - b. Nonresident Tuition Policy 26
  - c. Update and Discussion
4. Other Business
5. Adjournment

## Enacted 2016-18 Biennial Budget Summary for Postsecondary Institutions

### Operating Funds

- The General Assembly is silent on the Governor's budget stabilization plan with regards to the 4.5% reduction in the current fiscal year for the postsecondary institutions, applied to the enacted 2015-16 net General Fund base.
- Includes a 4.5% reduction in 2016-17 for all institutions except KSU, again applied to the enacted 2015-16 net General Fund base, not the revised net General Fund base after the 4.5% cut. The 4.5% reduction is carried forward into the second year of the biennium (i.e., flat funding). KSU is again exempt from the 4.5% reduction in 2017-18.
- House Bill 626, passed by both chambers, requires 5% of the institutions' base funding to be placed in a performance fund in FY 2018. In FY 2019, the percentage of the base going into the fund grows to 15%, and in FY 2020 and going forward, the percentage is 25%. KSU is not included in the performance fund.
- Provides an additional \$5,334,200 from the General Fund in 2017-18 for NKU to address disparities in the allocation of state appropriations among the comprehensive postsecondary education institutions; then applies the 4.5% cut and performance reallocation.
- Provides an additional \$2,588,000 from the General Fund in 2017-18 for WKU to address disparities in the allocation of state appropriations among the comprehensive postsecondary education institutions; then applies the 4.5% cut and performance reallocation.
- Provides an additional \$3,300,000 from the General Fund in each year to fully fund KSU's Land Grant match (an addition of \$569,500 to the funding level provided by the House.)
- Contains \$580,000 in additional General Fund in each fiscal year for MoSU's Craft Academy.
- Contains \$750,000 in General Fund for WKU in each fiscal year for Kentucky Mesonet.

### Trust Funds

- Contains no new funding for Strategic Investment and Incentive Trust Funds.

### Capital Construction

- The enacted budget does not include any General Fund supported capital projects.
- The enacted budget includes two agency bond capital projects for each institution that requested agency bond projects (see list on the following page).

## Scholarships

- Provides \$9,400,000 in 2016-17 and \$15,900,000 in 2017-18 for the Kentucky Work Ready Scholarship Program.

## Workforce Development

- The Education and Workforce Development Cabinet budget includes bonding to support a \$100.0 million Workforce Development Construction Pool.

## Current Year Budget Reduction

- A portion (2.5%) of the 4.5% current year budget reduction was restored at the Governor's direction on April 20.

### Agency Bond Projects:

UK	Facilities Renewal, Modernization, & Def'd Maint.	\$ 60,000,000
UK	Renovate/Upgrade Healthcare Facilities	150,000,000
UofL	Renovate Residence Halls	46,320,000
UofL	Expand – Papa John's Stadium/Football Complex	55,000,000
EKU	Construct Student Life Facilities	90,000,000 (+\$3M Other)
EKU	Construct Parking Deck	15,000,000
MoSU	Construct Food Service/Retail & Parking – Add'l	6,600,000
MoSU	Renovate Cartmell Residence Hall	15,200,000
MuSU	Renovate White Hall	16,299,000
MuSU	Complete ADA Compliance Pool – H&D	1,957,000
NKU	Construct/Acquire New Residence Hall	28,500,000
NKU	Construct Satellite Parking Lot	6,000,000 (+\$6M Other)
WKU	Renovate Garrett Conference Center	12,000,000
WKU	Construct Parking Structure III	10,000,000
	Total	<u>\$ 512,876,000</u>

## Council on Postsecondary Education

Potential Impact of 2016-18 **Enacted Budget** on Postsecondary Institution Net General Fund Appropriations

April 20, 2016

Institution	2015-16	2016-17	Dollar Change	Percent Change	2017-18	Dollar Change	Percent Change
	Enacted Net General Fund	Proposed Net General Fund			Proposed Net <sup>(h)</sup> General Fund		
University of Kentucky	\$279,611,300	\$267,028,800	(\$12,582,500)	-4.5%	\$253,677,400	(\$25,933,900)	-9.3%
University of Louisville	139,076,900	132,818,400	(6,258,500)	-4.5%	126,177,500	(12,899,400)	-9.3%
Eastern Kentucky University	68,033,800	64,972,300	(3,061,500)	-4.5%	61,723,700	(6,310,100)	-9.3%
Kentucky State University	23,429,600	26,729,600 <sup>(c)</sup>	3,300,000	14.1%	26,729,600 <sup>(c)</sup>	3,300,000	14.1%
Morehead State University	43,339,500 <sup>(a)</sup>	41,969,200 <sup>(d)</sup>	(1,370,300)	-3.2%	39,899,700 <sup>(d)</sup>	(3,439,800)	-7.9%
Murray State University	48,025,100	45,864,000	(2,161,100)	-4.5%	43,570,800	(4,454,300)	-9.3%
Northern Kentucky University	48,537,600	46,353,400	(2,184,200)	-4.5%	48,875,200 <sup>(f)</sup>	337,600	0.7%
Western Kentucky University	74,649,400 <sup>(b)</sup>	72,040,200 <sup>(e)</sup>	(2,609,200)	-3.5%	70,823,600 <sup>(e, g)</sup>	(3,825,800)	-5.1%
KCTCS	190,162,300	181,605,000	(8,557,300)	-4.5%	172,524,700	(17,637,600)	-9.3%
<b>System Totals</b>	<b>\$914,865,500</b>	<b>\$879,380,900</b>	<b>(\$35,484,600)</b>	<b>-3.9%</b>	<b>\$844,002,200</b>	<b>(\$70,863,300)</b>	<b>-7.7%</b>

<sup>(a)</sup> Included \$2,300,000 in fiscal 2015-16 for MoSU's Craft Academy, dual credit program.

<sup>(b)</sup> Included an additional \$2,000,000 in fiscal 2015-16 for WKU's Gatton Academy of Math and Science.

<sup>(c)</sup> Includes \$3,300,000 in each fiscal year to fully fund the state match payments required of land-grant universities under federal law.

<sup>(d)</sup> Includes an additional \$580,000 in each fiscal year for MoSU's Craft Academy.

<sup>(e)</sup> Includes \$750,000 in each fiscal year at WKU for the Kentucky Mesonet.

<sup>(f)</sup> Includes \$5,334,200 in fiscal 2017-18 for Equity Adjustment funding at NKU.

<sup>(g)</sup> Includes \$2,588,000 in fiscal 2017-18 for Equity Adjustment funding at WKU.

<sup>(h)</sup> The Enacted Budget includes a proposed transfer of \$42.9 million in fiscal 2017-18 from the postsecondary institutions to a Postsecondary Education Performance Fund (i.e., 5.0% of the revised net General Fund base after the addition of funds for the land-grant program at KSU, the Craft Academy at MoSU, the Equity Adjustment for NKU and WKU, and the Kentucky Mesonet at WKU and application of the 4.5% cut). The proposed transfer is shown in this table.

Note: Information above does not reflect any vetoes, which may occur.

Sources: Commonwealth of Kentucky, 2014-16 Budget of the Commonwealth; Commonwealth of Kentucky, 2016-18 Enacted Budget.

# Policy Relevant Data

## 1) Key Issues for 2016-17

### a) General Fund Reductions

#### Kentucky Public Postsecondary Institution Enacted Net General Fund Appropriations Fiscal Years 2015-16 and 2016-17

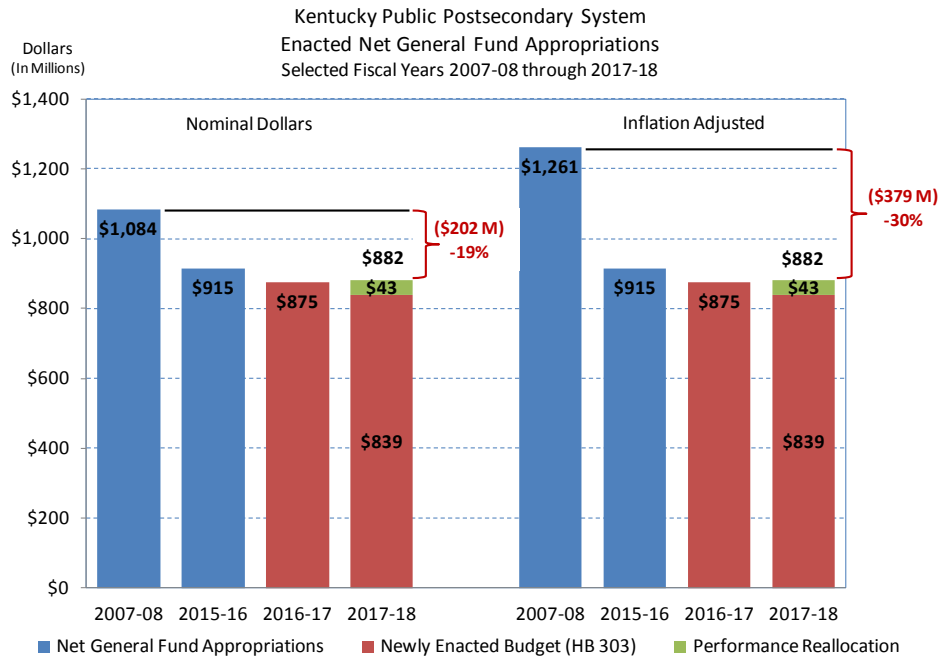
Institution	2015-16 Enacted Net General Fund	2016-17 Enacted Net General Fund	Dollar Change	Percent Change
University of Kentucky	\$279,611,300	\$267,028,800	(\$12,582,500)	-4.5%
University of Louisville	139,076,900	132,818,400	(6,258,500)	-4.5%
Eastern Kentucky University	68,033,800	64,972,300	(3,061,500)	-4.5%
Kentucky State University	23,429,600	23,429,600 <sup>(a)</sup>	0	0.0%
Morehead State University	43,339,500	41,389,200 <sup>(b)</sup>	(1,950,300)	-4.5%
Murray State University	48,025,100	45,864,000	(2,161,100)	-4.5%
Northern Kentucky University	48,537,600	46,353,400	(2,184,200)	-4.5%
Western Kentucky University	74,649,400	71,290,200 <sup>(c)</sup>	(3,359,200)	-4.5%
KCTCS	190,162,300	181,605,000	(8,557,300)	-4.5%
<b>System Totals</b>	<b>\$914,865,500</b>	<b>\$874,750,900</b>	<b>(\$40,114,600)</b>	<b>-4.4%</b>

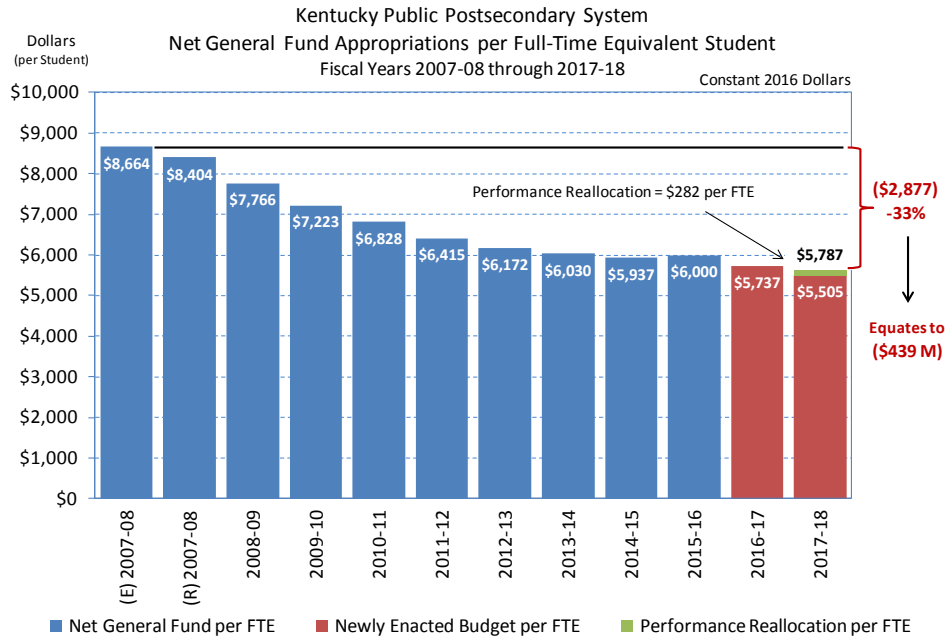
<sup>(a)</sup> KSU was exempted from the 4.5% budget reduction each year of the upcoming biennium. Does not include \$3,300,000 appropriated each year for KSU's Land Grant Program federal matching requirement.

<sup>(b)</sup> Does not include \$580,000 provided each year of the biennium for MoSU's Craft Academy.

<sup>(c)</sup> Does not include \$750,000 appropriated each year for WKU's Kentucky Mesonet initiative.

Source: Kentucky Budget of the Commonwealth, multiple biennia.





(E) = Enacted; (R) = Revised. Note: Figures displayed after 2015-16 are not inflation adjusted and assume no enrollment growth.  
 Sources: Kentucky Budget of the Commonwealth, multiple biennia; Commonfund Institute, Higher Education Price Index.

## b) Mandated KERS Increases

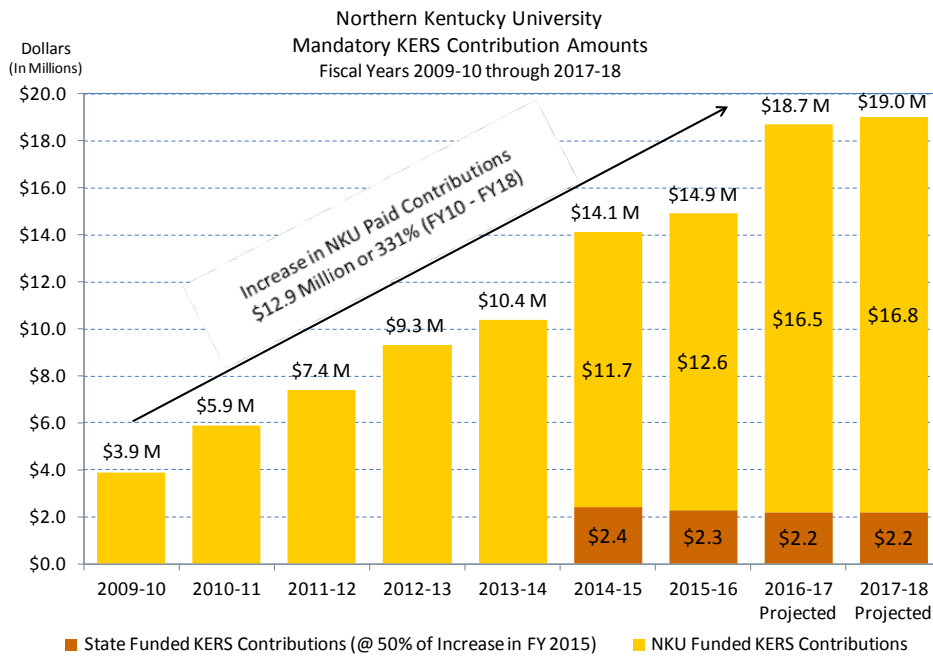
### Kentucky Public Postsecondary Institution Mandated KERS Contribution Increases <sup>(a)</sup> Fiscal Year 2016-17

Institution	2015-16 Enacted Net General Fund	Mandated 2016-17 KERS Increases	Percent of 2015-16 Base
University of Kentucky	\$279,611,300	0 <sup>(b)</sup>	0.0%
University of Louisville	139,076,900	0 <sup>(b)</sup>	0.0%
Eastern Kentucky University	68,033,800	(2,721,490)	-4.0%
Kentucky State University	23,429,600	(456,000)	-1.9%
Morehead State University	43,339,500	(919,078)	-2.1%
Murray State University	48,025,100	(1,082,947)	-2.3%
Northern Kentucky University	48,537,600	(3,800,000)	-7.8%
Western Kentucky University	74,649,400	(1,828,025)	-2.4%
KCTCS	190,162,300	(2,600,000)	-1.4%
<b>System Totals</b>	<b>\$914,865,500</b>	<b>(\$13,407,540)</b>	<b>-1.5%</b>

<sup>(a)</sup> The 2016-18 enacted Budget of the Commonwealth (HB 303) mandates an employer contribution rate of 48.59% for Kentucky Employee Retirement Systems (KERS) in fiscal year 2016-17. This represents an increase of 9.82 percentage points compared to the 2015-16 contribution rate of 38.77%.

<sup>(b)</sup> Neither the University of Kentucky, nor the University of Louisville, has any KERS employees, but both institutions have comparable 403b plan and substantial health insurance related cost increases.

Source: Kentucky Budget of the Commonwealth; University and KCTCS Chief Budget Officer estimates.



Sources: Northern Kentucky University, Office of Administration and Finance; Kentucky Office of State Budget Director.

### c) Fixed Cost Increases

#### Kentucky Public Postsecondary Institution Other Fixed and Unavoidable Cost Increases <sup>(a)</sup> Fiscal Year 2016-17

Institution	2015-16 Enacted Net General Fund	2016-17 Other Cost Increases	Percent of 2015-16 Base
University of Kentucky	\$279,611,300	(\$12,138,444)	-4.3%
University of Louisville	139,076,900	(10,754,252)	-7.7%
Eastern Kentucky University	68,033,800	(2,781,841)	-4.1%
Kentucky State University	23,429,600	(213,000)	-0.9%
Morehead State University	43,339,500	(1,890,766)	-4.4%
Murray State University	48,025,100	(1,161,451)	-2.4%
Northern Kentucky University	48,537,600	(904,303)	-1.9%
Western Kentucky University	74,649,400	(1,714,975)	-2.3%
KCTCS	190,162,300	(8,194,966)	-4.3%
<b>System Total</b>	<b>\$914,865,500</b>	<b>(\$39,753,998)</b>	<b>-4.3%</b>

<sup>(a)</sup> Includes M&O, utilities, health insurance, mandated tuition waiver, and contractual obligation cost increases.

Source: Kentucky Budget of the Commonwealth; University and KCTCS Chief Budget Officer estimates.

## d) Budgetary Challenges

### Kentucky Public Postsecondary Institution Combined Budget Reduction and Fixed Cost Increases Fiscal Year 2016-17

Institution	Budget Cut and Cost Increases			Combined Challenges	Percent of 2015-16 Base
	Enacted <sup>(a)</sup> Reduction	Mandated <sup>(b)</sup> KERS Increases	Other Fixed <sup>(c)</sup> Cost Increases		
University of Kentucky	(\$12,582,500)	\$0	(\$12,138,444)	(\$24,720,944)	-8.8%
University of Louisville	(\$6,258,500)	\$0	(\$10,754,252)	(17,012,752)	-12.2%
Eastern Kentucky University	(\$3,061,500)	(\$2,721,490)	(\$2,781,841)	(8,564,831)	-12.6%
Kentucky State University	\$0	(\$456,000)	(\$213,000)	(669,000)	-2.9%
Morehead State University	(\$1,950,300)	(\$919,078)	(\$1,890,766)	(4,760,144)	-11.0%
Murray State University	(\$2,161,100)	(\$1,082,947)	(\$1,161,451)	(4,405,498)	-9.2%
Northern Kentucky University	(\$2,184,200)	(\$3,800,000)	(\$904,303)	(6,888,503)	-14.2%
Western Kentucky University	(\$3,359,200)	(\$1,828,025)	(\$1,714,975)	(6,902,200)	-9.2%
KCTCS	(\$8,557,300)	(\$2,600,000)	(\$8,194,966)	(19,352,266)	-10.2%
<b>System Total</b>	<b>(\$40,114,600)</b>	<b>(\$13,407,540)</b>	<b>(\$39,753,998)</b>	<b>(\$93,276,138)</b>	<b>-10.2%</b>

<sup>(a)</sup> The 2016-18 Budget of the Commonwealth (HB 303) includes an enacted 4.5% reduction each year from the current year base.

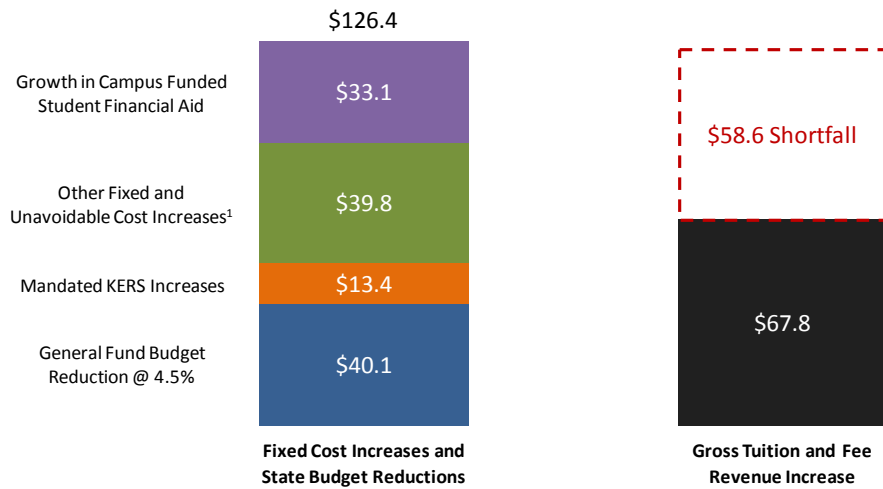
<sup>(b)</sup> HB 303 mandates an employer contribution rate of 48.59% for KERS in fiscal year 2016-17, a 9.82 percentage point increase.

<sup>(c)</sup> Includes M&O, utilities, health insurance, mandated tuition waiver, and contractual obligation cost increases.

Source: Kentucky Budget of the Commonwealth; University and KCTCS Chief Budget Officer estimates.

### Budget Challenges for Postsecondary Institutions Fiscal Year 2016-17

(Dollars in Millions)



<sup>1</sup> Includes M&O, utilities, health insurance, mandated tuition waiver, and contractual obligation cost increases.

Source: Council on Postsecondary Education, Comprehensive Database.



## 2) Price Trends and Comparative Data

### a) Published Tuition and Fees

#### – Kentucky Price Trends

#### Kentucky Public Postsecondary Institution Annual Resident Undergraduate Tuition and Mandatory Fees Selected Academic Years 2010-11 through 2015-16

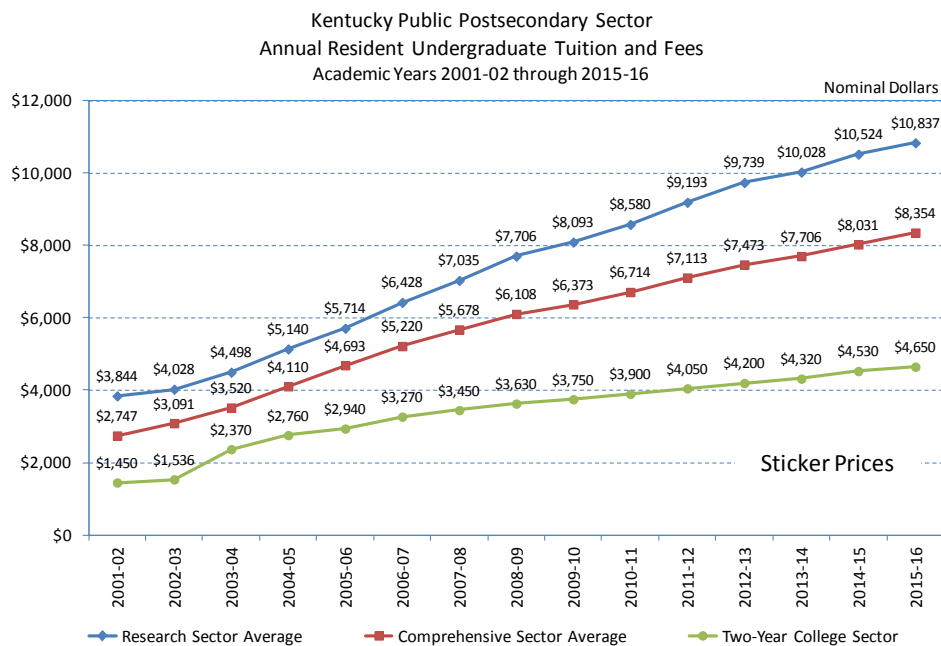
Institution/Sector	2010-11	2014-15	2015-16	One-Year Change	Five-Year AAGR
University of Kentucky <sup>(1)</sup>	\$8,735	\$10,616	\$10,936	3.0%	4.6%
University of Louisville <sup>(2)</sup>	\$8,424	\$10,432	\$10,738	2.9%	5.0%
Eastern Kentucky University <sup>(3)</sup>	\$6,624	\$7,920	\$8,450	6.7%	5.0%
Kentucky State University	\$6,216	\$7,014	\$7,364	5.0%	3.4%
Morehead State University <sup>(2)</sup>	\$6,492	\$7,866	\$8,098	2.9%	4.5%
Murray State University	\$6,264	\$7,392	\$7,608	2.9%	4.0%
Northern Kentucky University <sup>(2)</sup>	\$7,128	\$8,856	\$9,120	3.0%	5.1%
Western Kentucky University <sup>(2)</sup>	\$7,560	\$9,140	\$9,482	3.7%	4.6%
KCTCS	\$3,900	\$4,530	\$4,650	2.6%	3.6%
Research Sector Average	\$8,580	\$10,524	\$10,837	3.0%	4.8%
Comprehensive Average	\$6,714	\$8,031	\$8,354	4.0%	4.5%
Two-Year College Sector	\$3,900	\$4,530	\$4,650	2.6%	3.6%
System Average	\$6,816	\$8,196	\$8,494	3.6%	4.5%

<sup>(1)</sup> Undergraduate tuition and fees for UK are an average of upper and lower division rates.

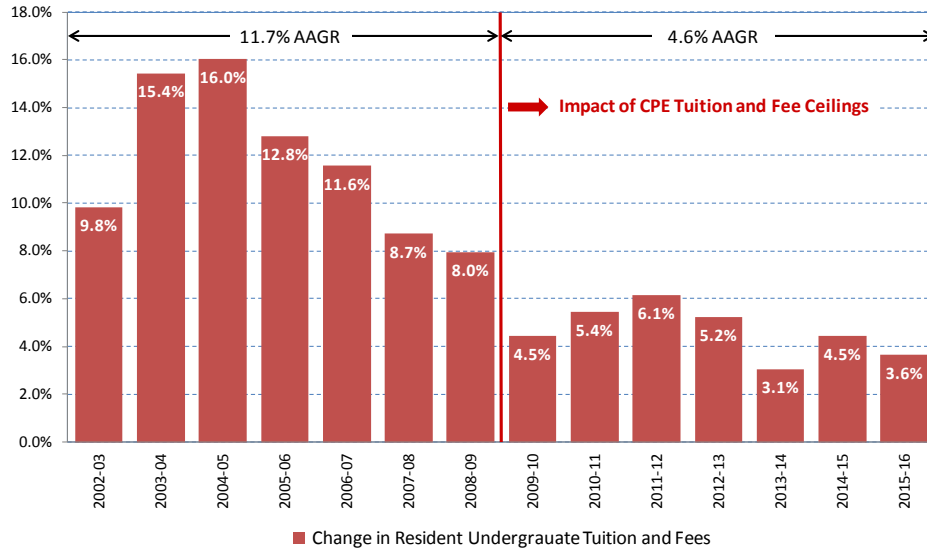
<sup>(2)</sup> Beginning in 2011-12, rates for UofL, MoSU, NKU, and WKU include Special Use Fees.

<sup>(3)</sup> Beginning in 2015-16, rate for ECU includes Special Use Fee.

Source: Council on Postsecondary Education, Comprehensive Database.



**Kentucky Public Postsecondary System  
Annual Change in Resident Undergraduate Tuition and Fees  
Fiscal Years 2002-03 through 2015-16**

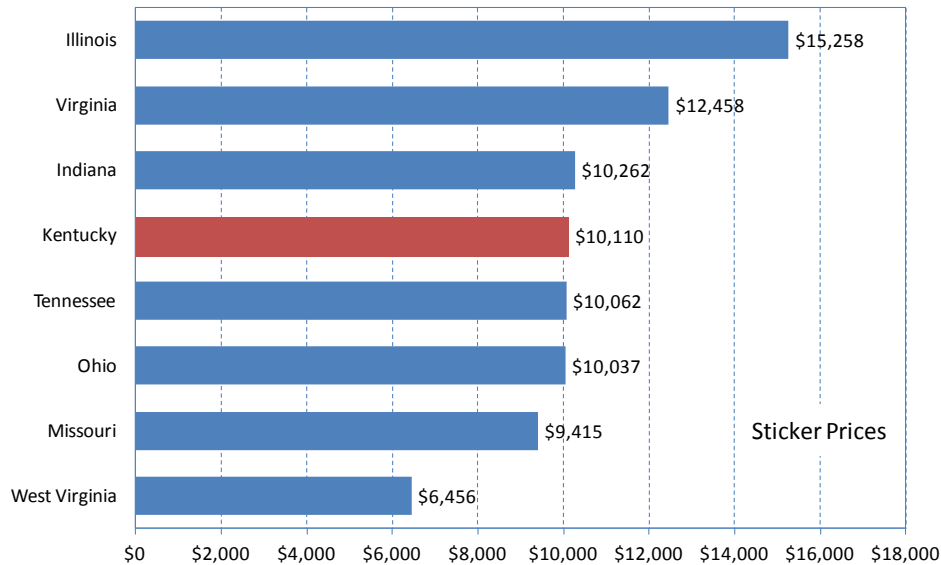


Source: Council on Postsecondary Education, Comprehensive Database.

AAGR - Average Annual Growth Rate

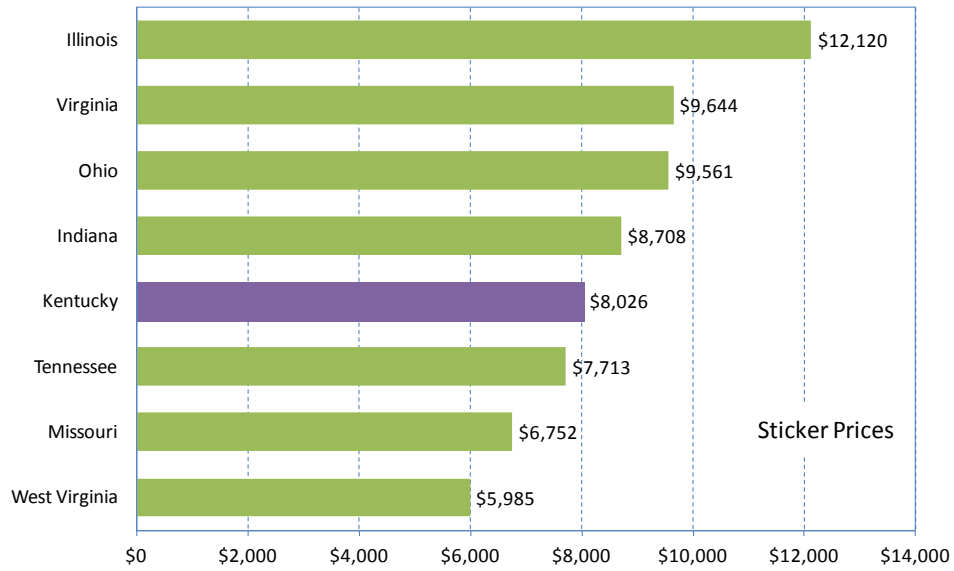
– Interstate Price Comparison (2013-14 Rates)

**Flagship Universities in Kentucky and Surrounding States  
Resident Undergraduate Tuition and Required Fees  
Academic Year 2013-14**



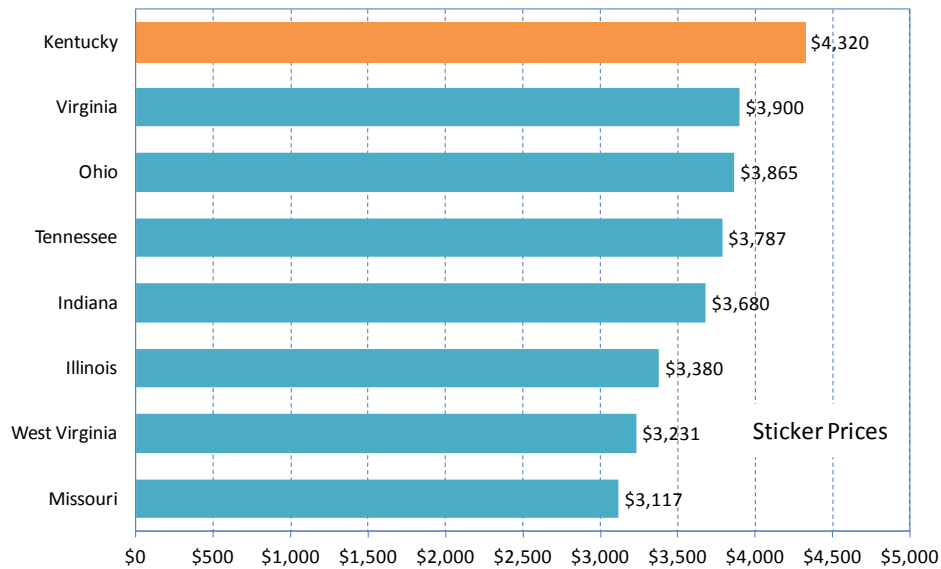
Source: Washington Student Achievement Council (WSAC).

Comprehensive Colleges and Universities in Kentucky and Surrounding States  
 Resident Undergraduate Tuition and Required Fees (State Averages)  
 Academic Year 2013-14



Source: Washington Student Achievement Council (WSAC).

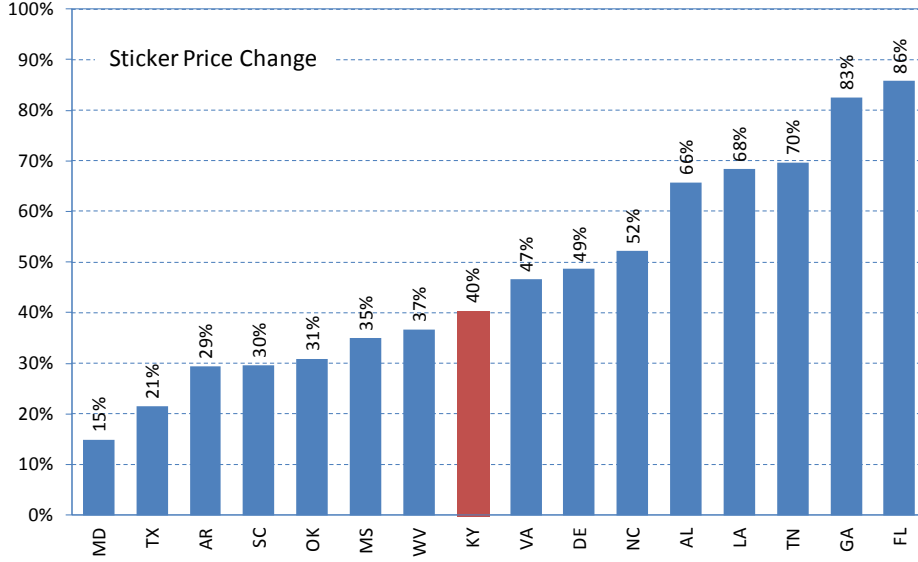
Community Colleges in Kentucky and Surrounding States  
 Resident Tuition and Required Fees (Estimated State Averages)  
 Academic Year 2013-14



Source: Washington Student Achievement Council (WSAC).

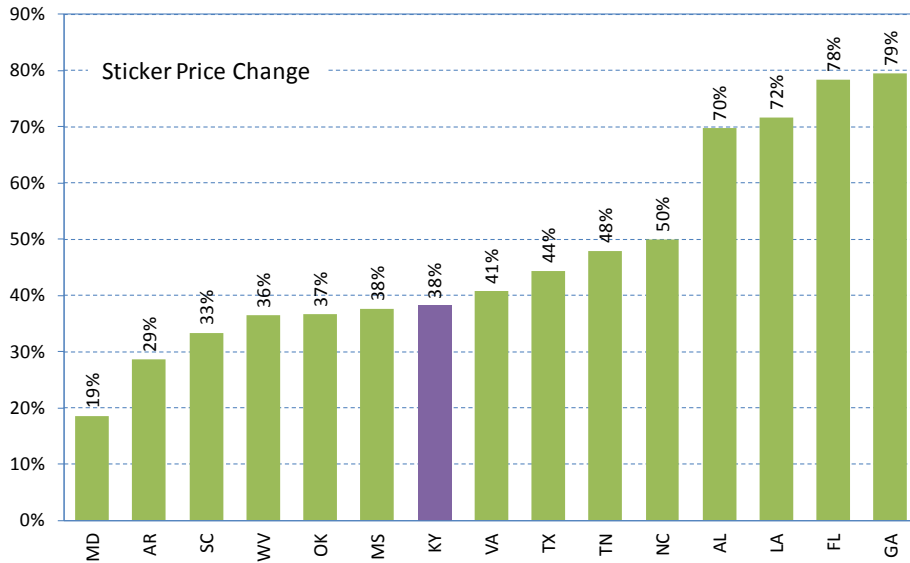
– Interstate Price Comparison (Six-Year Change)

Flagship Universities in SREB Member States  
Change in Resident Undergraduate Tuition and Required Fees  
Between Academic Years 2007-08 and 2013-14



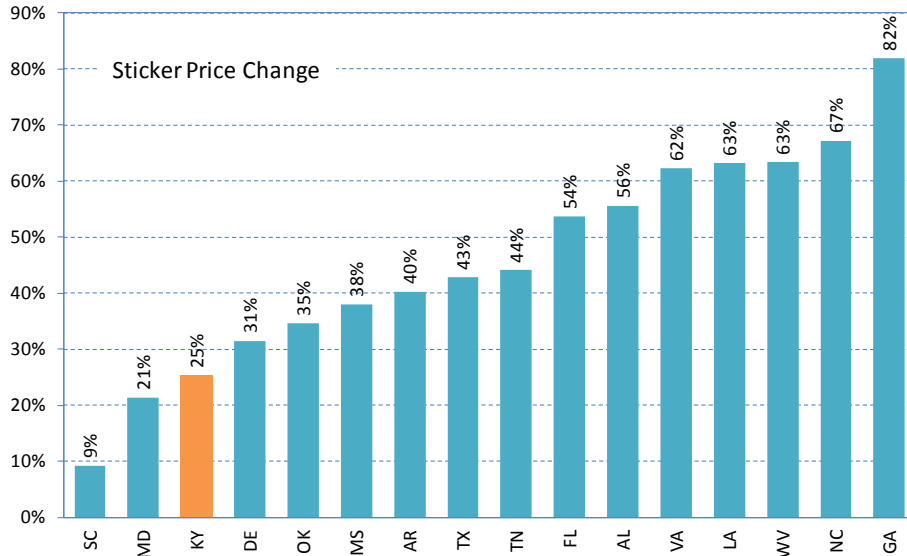
Source: Washington Student Achievement Council (WSAC).

Comprehensive Colleges and Universities in SREB Member States  
Change in Resident Undergraduate Tuition and Required Fees  
Between Academic Years 2007-08 and 2013-14



Source: Washington Student Achievement Council (WSAC).

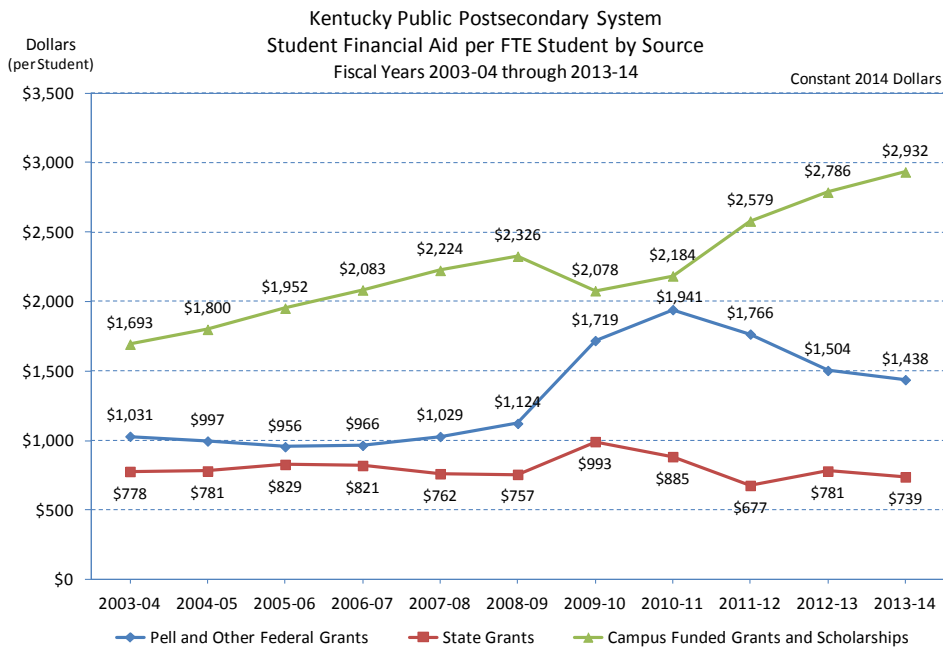
Community Colleges in SREB Member States  
Change in Resident Tuition and Required Fees  
Between Academic Years 2007-08 and 2013-14



Source: Washington Student Achievement Council (WSAC).

## b) Student Financial Aid

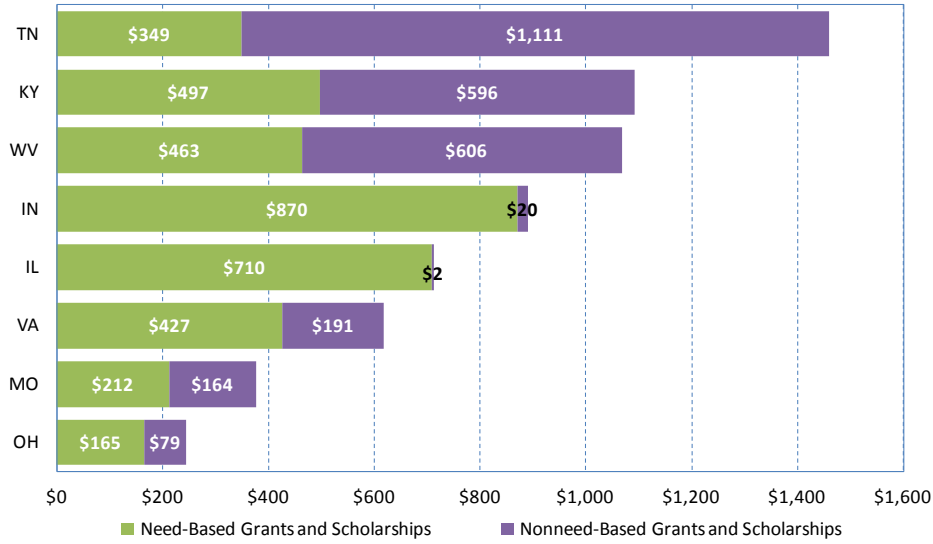
### – Kentucky Financial Aid by Source



Source: Integrated Postsecondary Education Data System (IPEDS); Commonfund Institute, Higher Education Price Index (HEPI).

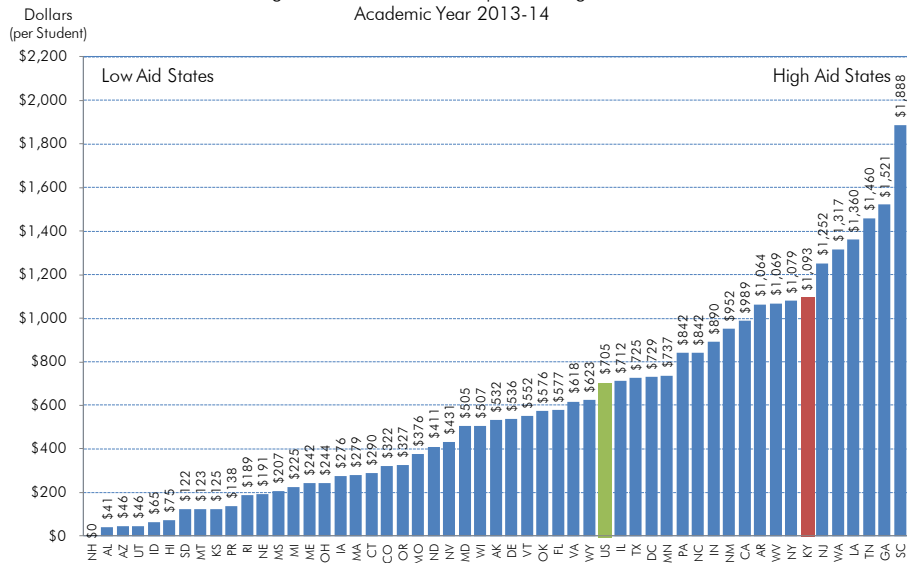
– Interstate Student Aid Comparison

State Student Aid Programs in Kentucky and Surrounding States  
Undergraduate Grant and Scholarship Aid per Student by Aid Type  
Academic Year 2013-14



Source: National Association of State Student Grant Aid Programs.

United States, District of Columbia, and Puerto Rico  
Estimated Total Undergraduate Grant Dollars per Undergraduate Student Enrollment  
Academic Year 2013-14



Source: National Association of State Student Grant and Aid Programs (NASSGAP), 45th Annual Survey Report on State-Sponsored Student Financial Aid.

### 3) Policy Objectives Data

#### a) Funding Adequacy

##### – State Appropriations

Kentucky Public Postsecondary Institution  
Enacted Net General Fund Appropriations  
Fiscal Years 2007-08 and 2014-15

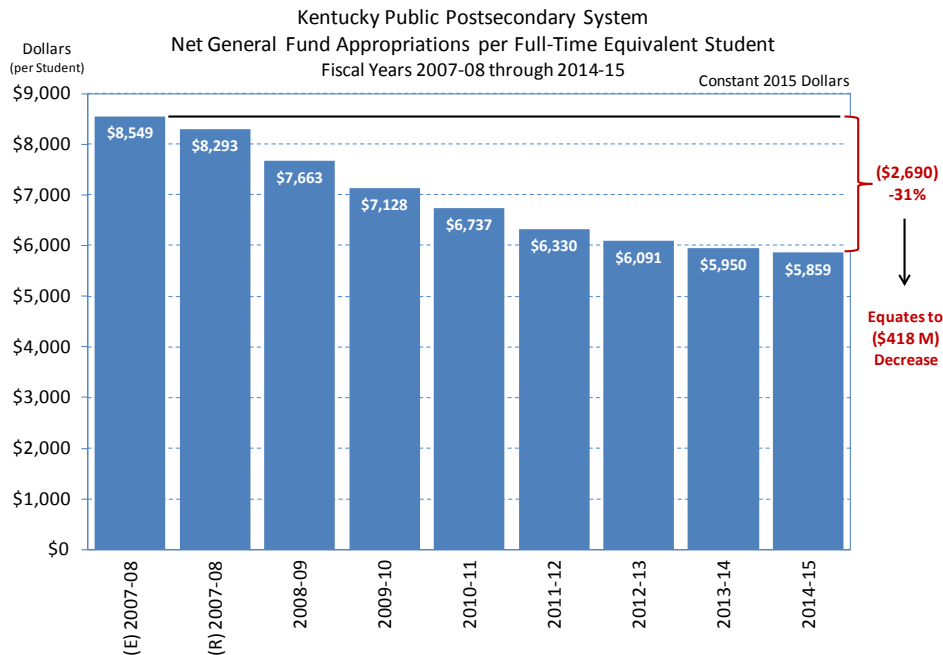
Nominal Dollars

Institution	2007-08 Enacted Net General Fund	2014-15 Enacted Net General Fund	Dollar Change	Percent Change
University of Kentucky	\$335,071,000 <sup>(a)</sup>	\$279,611,300	(\$55,459,700)	-16.6%
University of Louisville	168,572,300	139,076,900	(29,495,400)	-17.5%
Eastern Kentucky University	79,761,400	68,033,800	(11,727,600)	-14.7%
Kentucky State University	27,441,700	23,429,600	(4,012,100)	-14.6%
Morehead State University	48,202,100	41,039,500	(7,162,600)	-14.9%
Murray State University	56,068,700	48,025,100	(8,043,600)	-14.3%
Northern Kentucky University	55,099,500	48,537,600	(6,561,900)	-11.9%
Western Kentucky University	85,115,600	72,649,400	(12,466,200)	-14.6%
KCTCS	228,704,900 <sup>(b)</sup>	190,162,300	(38,542,600)	-16.9%
<b>System Totals</b>	<b>\$1,084,037,200</b>	<b>\$910,565,500</b>	<b>(\$173,471,700)</b>	<b>-16.0%</b>

<sup>(a)</sup> Includes \$2,000,000 special session appropriation for UK's Center for Applied Energy Research.

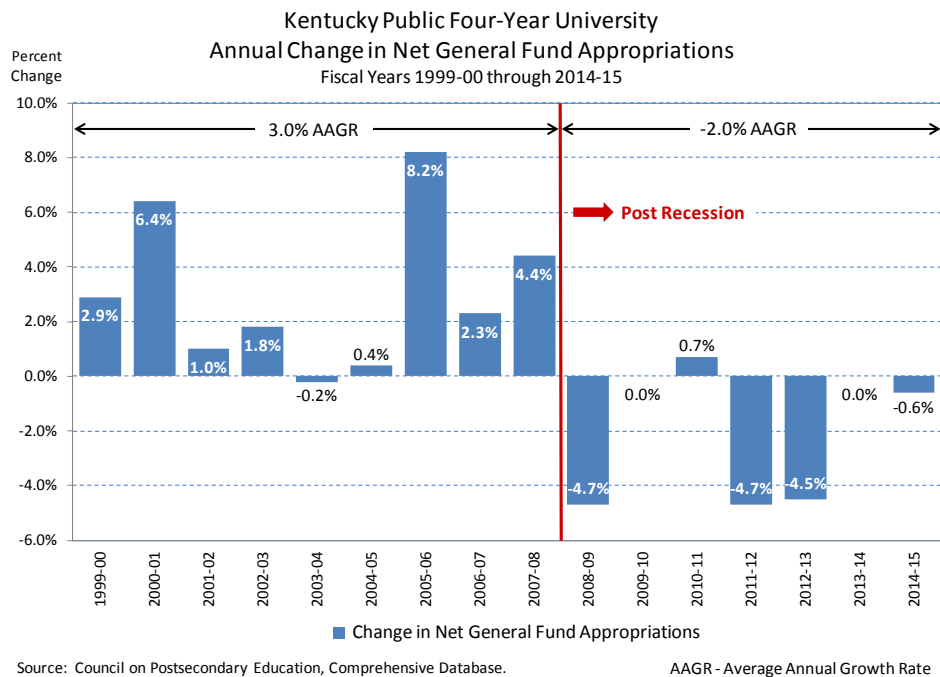
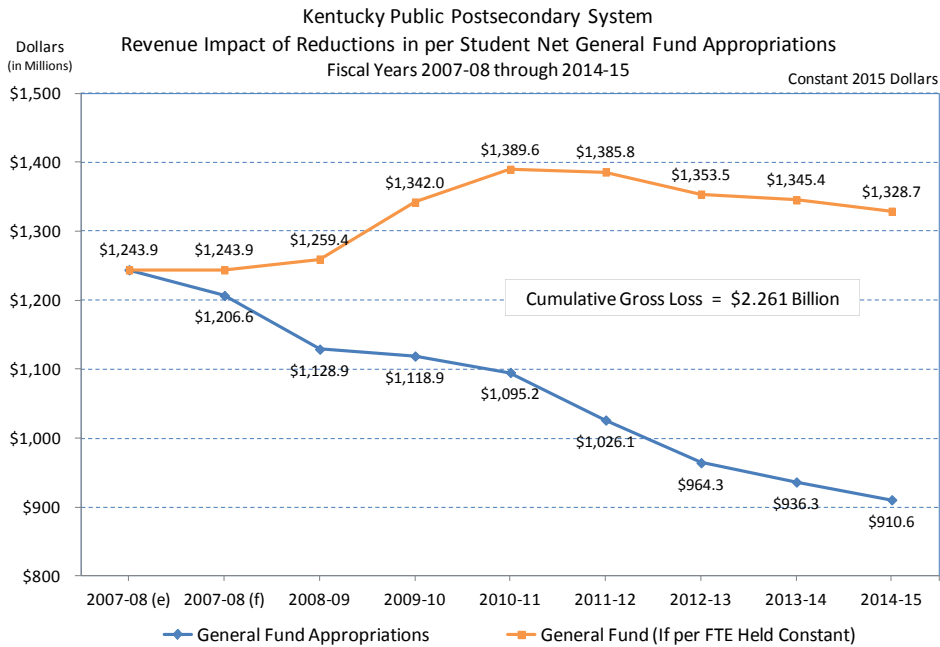
<sup>(b)</sup> Includes \$2,373,800 reorganization transfer to KCTCS for Kentucky Board of Emergency Medical Services.

Source: Kentucky Budget of the Commonwealth, multiple biennia.



Sources: Kentucky Budgets of the Commonwealth; Commonfund Institute, Higher Education Price Index.

(E) = Enacted; (R) = Revised.





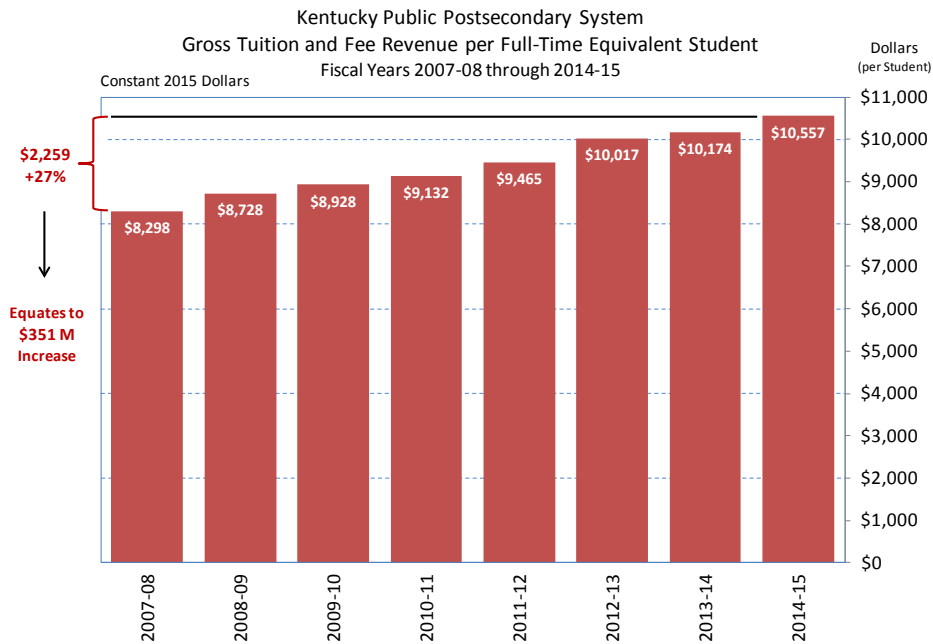
## – Tuition and Fee Revenue

### Kentucky Public Postsecondary Institution Gross Tuition and Fee Revenue Fiscal Years 2007-08 and 2014-15

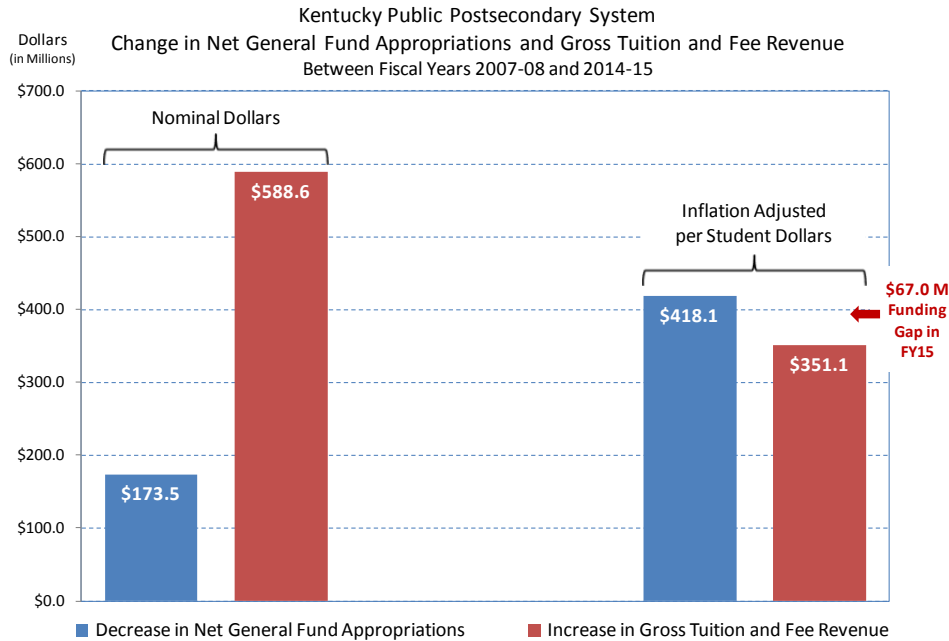
Nominal Dollars

Institution	2007-08 Gross Tuition Revenue	2014-15 Gross Tuition Revenue	Dollar Change	Percent Change
University of Kentucky	\$238,848,000	\$425,805,100	\$186,957,100	78.3%
University of Louisville	186,625,900	293,544,006	106,918,106	57.3%
Eastern Kentucky University	99,155,500	147,616,400	48,460,900	48.9%
Kentucky State University	16,503,900	16,946,541	442,641	2.7%
Morehead State University	47,316,700	71,743,000	24,426,300	51.6%
Murray State University	74,275,500	116,401,400	42,125,900	56.7%
Northern Kentucky University	97,090,000	140,609,000	43,519,000	44.8%
Western Kentucky University	123,936,400	193,474,900	69,538,500	56.1%
KCTCS	168,470,100	234,715,700	66,245,600	39.3%
<b>System Totals</b>	<b>\$1,052,222,000</b>	<b>\$1,640,856,047</b>	<b>\$588,634,047</b>	<b>55.9%</b>

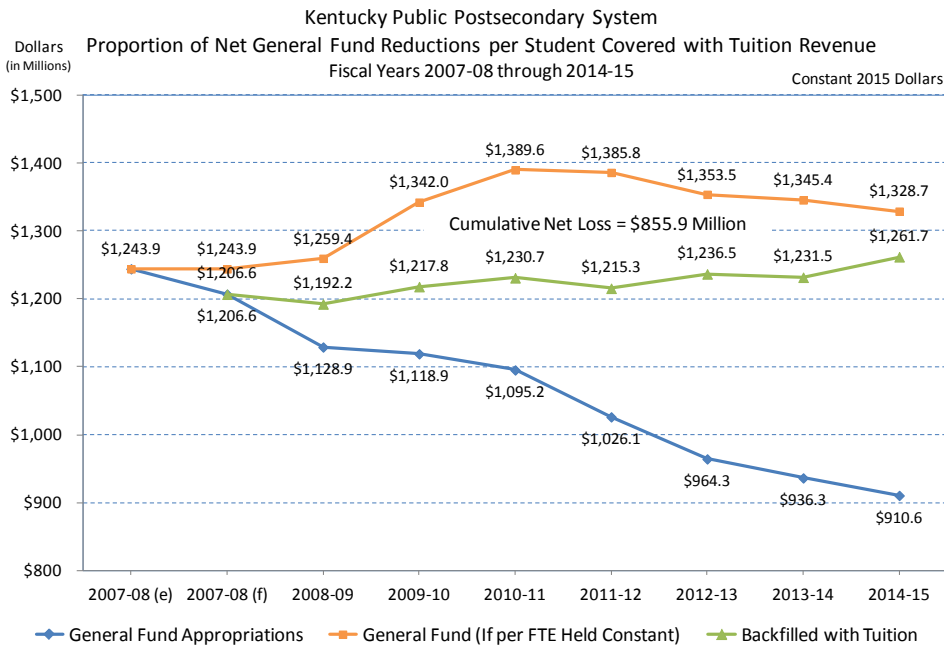
Source: Council on Postsecondary Education, Comprehensive Database.



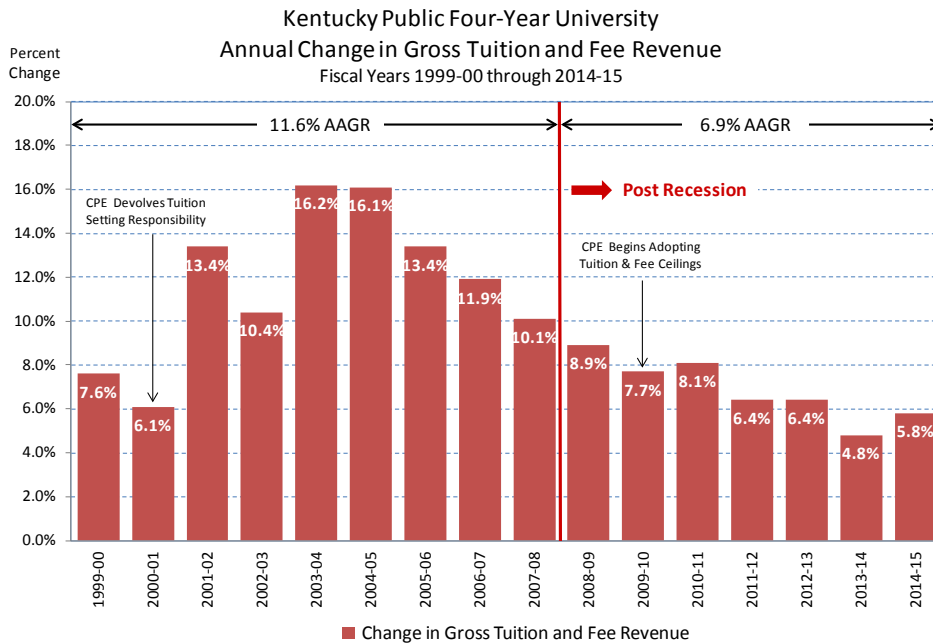
Sources: Council on Postsecondary Education, Comprehensive Database; Commonfund Institute, Higher Education Price Index.



As these data show, while the nominal dollar increase in gross tuition and fee revenue over the past seven years exceeded the nominal decrease in state appropriations, when adjusted for inflation and enrollment growth, tuition revenue fell \$67.0 million short of filling the gap caused by declining state support.



Source: CPE Comprehensive Database.



Source: Council on Postsecondary Education, Comprehensive Database.

AAGR - Average Annual Growth Rate

## – Total Public Funds

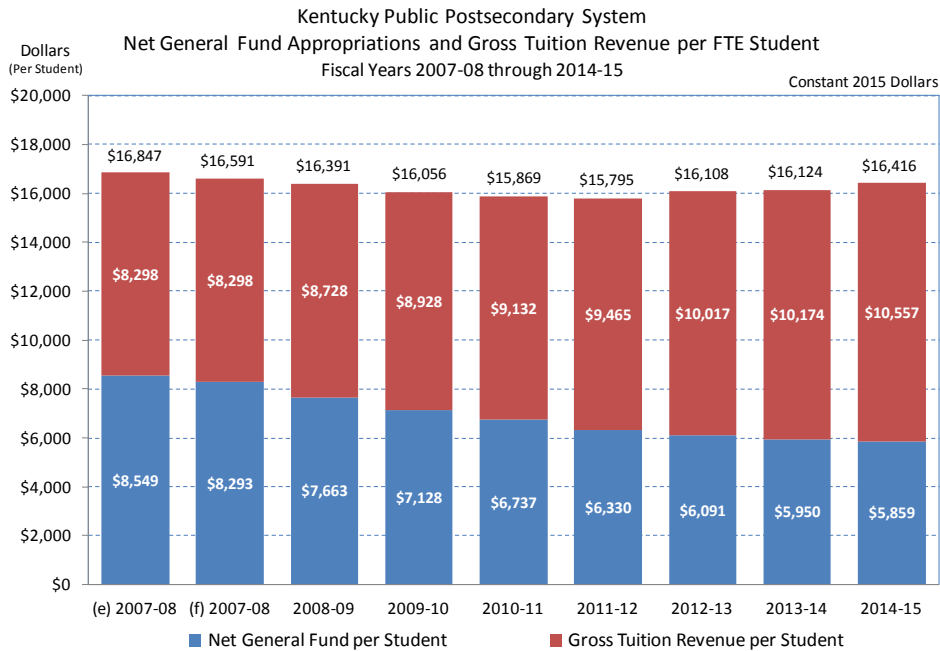
### Kentucky Public Postsecondary Institution Total Public Funds Revenue Fiscal Years 2007-08 and 2014-15

Nominal Dollars

Institution	2007-08 Public Funds Revenue <sup>(a)</sup>	2014-15 Public Funds Revenue	Dollar Change	Percent Change
University of Kentucky	\$573,919,000	\$705,416,400	\$131,497,400	22.9%
University of Louisville	355,198,200	432,620,906	77,422,706	21.8%
Eastern Kentucky University	178,916,900	215,650,200	36,733,300	20.5%
Kentucky State University	43,945,600	40,376,141	(3,569,459)	-8.1%
Morehead State University	95,518,800	112,782,500	17,263,700	18.1%
Murray State University	130,344,200	164,426,500	34,082,300	26.1%
Northern Kentucky University	152,189,500	189,146,600	36,957,100	24.3%
Western Kentucky University	209,052,000	266,124,300	57,072,300	27.3%
KCTCS	397,175,000	424,878,000	27,703,000	7.0%
<b>System Totals</b>	<b>\$2,136,259,200</b>	<b>\$2,551,421,547</b>	<b>\$415,162,347</b>	<b>19.4%</b>

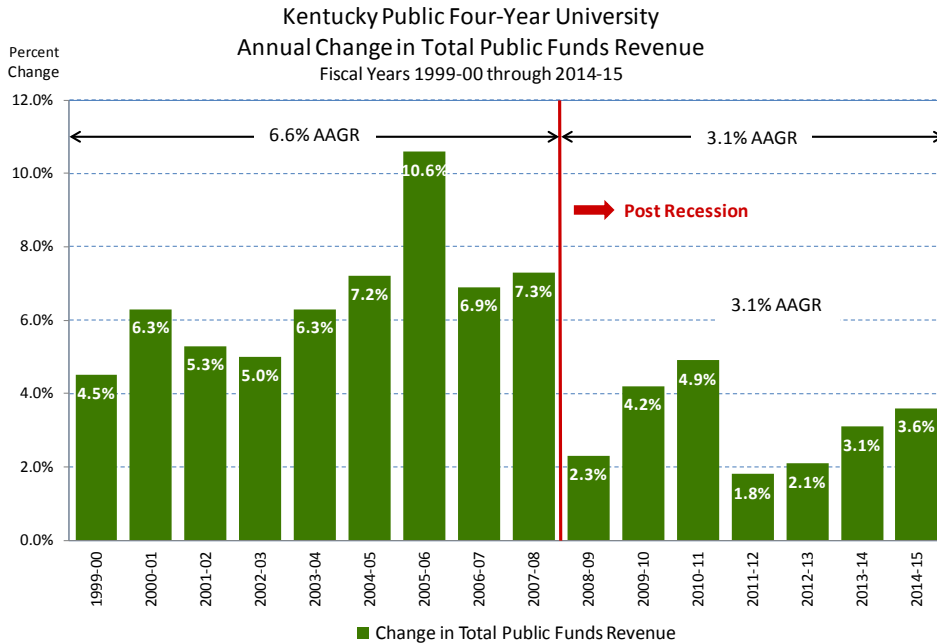
<sup>(a)</sup> Includes enacted 2007-08 net General Fund appropriations, before the mid-year Budget Reduction Order.

Source: Council on Postsecondary Education, Comprehensive Database.



Sources: Kentucky Budget of the Commonwealth; CPE Comprehensive Database.

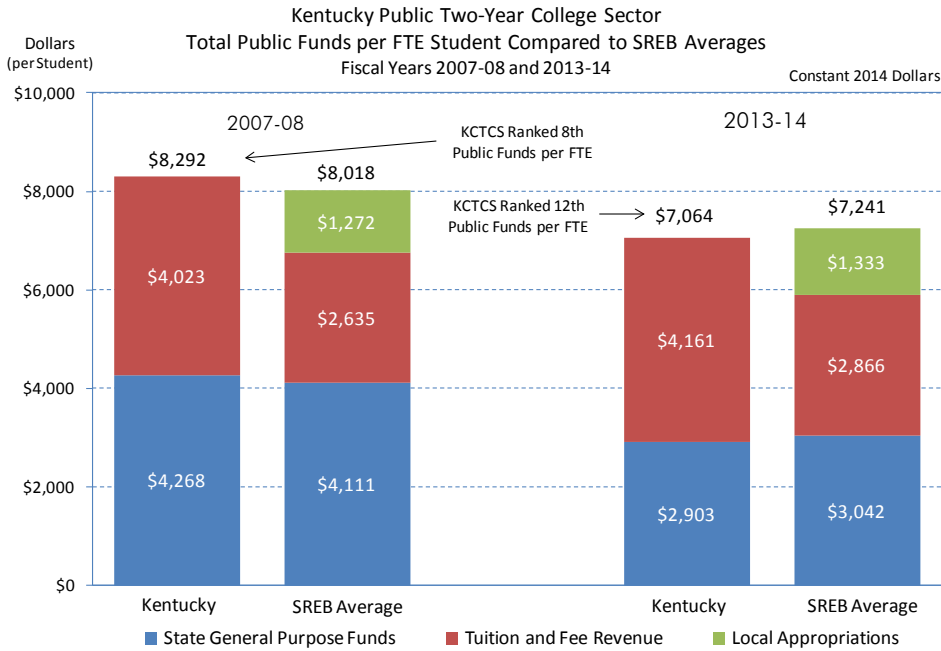
(e) = enacted budget; (f) = final budget



Source: Council on Postsecondary Education, Comprehensive Database.

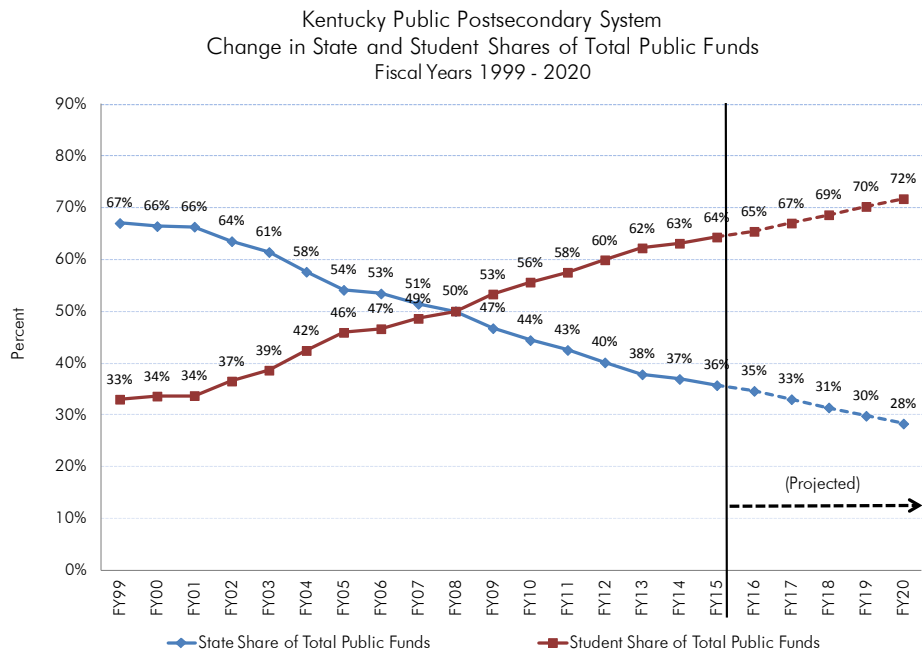
AAGR - Average Annual Growth Rate

## – Interstate Funding Comparison



Source: Southern Regional Education Board (SREB), State Data Exchange.

## b) Shared Benefits and Responsibility



Sources: Kentucky Budget of the Commonwealth; CPE Comprehensive Database.

State Share = Net General Fund Appropriations ÷ Total Public Funds  
 Student Share = Gross Tuition & Fee Revenue ÷ Total Public Funds

### c) Affordability

#### – Net Price by Institution

Kentucky Public Four-Year University  
Average Net Price for Full-Time, Degree-Seeking Undergraduates  
Selected Academic Years 2008-09 through 2013-14

Institution/Sector	2008-09	2012-13	2013-14	One-Year Change	Five-Year AAGR
University of Kentucky	\$13,430	\$14,839	\$14,842	0.0%	2.0%
University of Louisville	\$10,764	\$13,875	\$14,635	5.5%	6.3%
Eastern Kentucky University	\$10,033	\$11,383	\$11,561	1.6%	2.9%
Kentucky State University	\$9,468	\$11,341	\$8,386	-26.1%	-2.4%
Morehead State University	\$8,053	\$10,119	\$11,373	12.4%	7.1%
Murray State University	\$9,764	\$9,765	\$9,970	2.1%	0.4%
Northern Kentucky University	\$9,991	\$9,044	\$8,298	-8.2%	-3.6%
Western Kentucky University	\$9,729	\$10,597	\$11,072	4.5%	2.6%

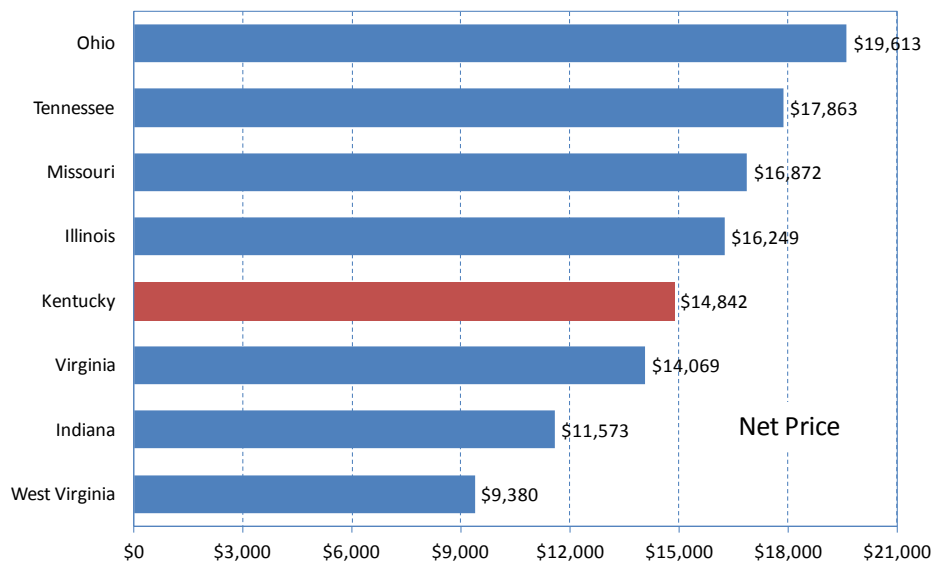
Note: Net price represents the total cost of attendance, including room and board, minus all forms of student grant and scholarship aid.

AAGR = Average Annual Growth Rate.

Source: Integrated Postsecondary Education Data System (IPEDS).

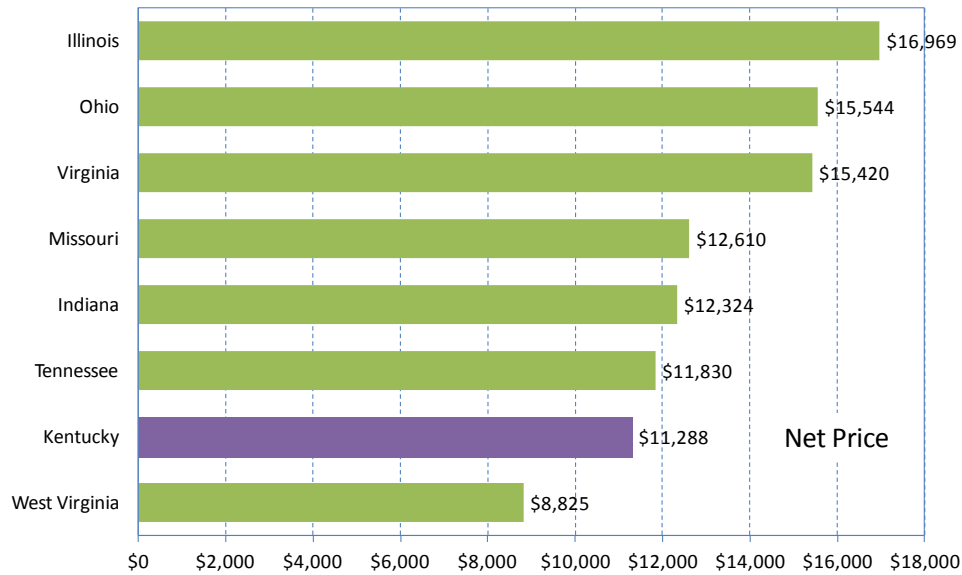
#### – Interstate Net Price Comparison

Flagship Universities in Kentucky and Surrounding States  
Average Net Price for Full-Time, Degree-Seeking Undergraduates  
Academic Year 2013-14



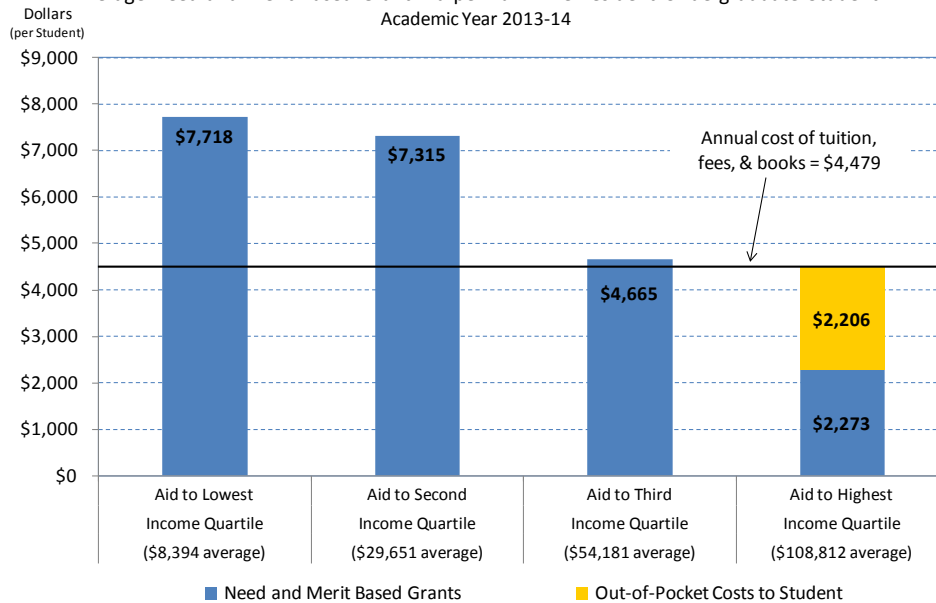
Source: Integrated Postsecondary Data System.

Comprehensive Colleges and Universities in Kentucky and Surrounding States  
Average Net Price for Full-Time, Degree-Seeking Undergraduates  
Academic Year 2013-14



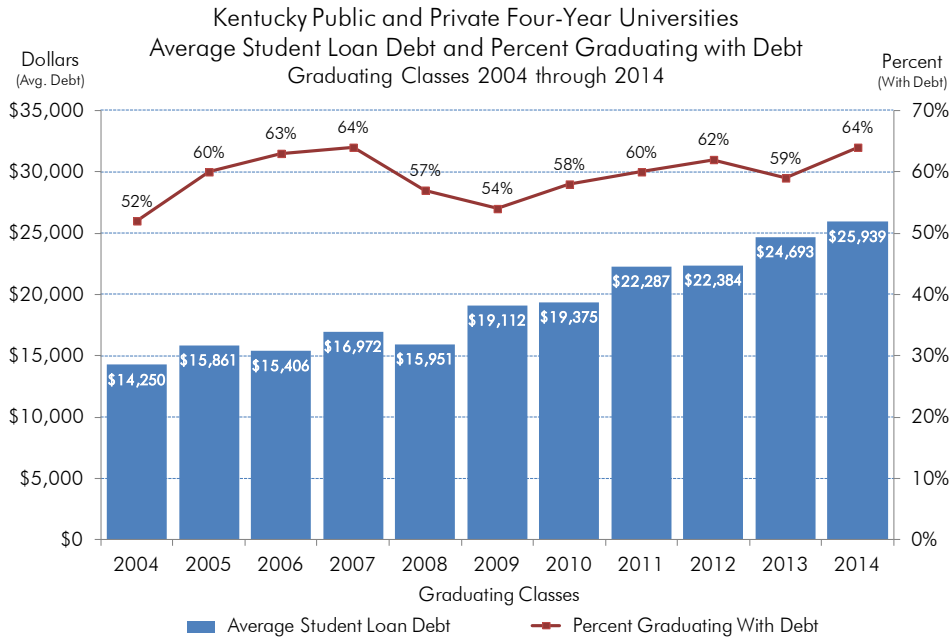
Source: Integrated Postsecondary Education Data System.

Kentucky Community and Technical College System  
Average Need and Merit Based Grant Aid per Full-Time Resident Undergraduate Student  
Academic Year 2013-14



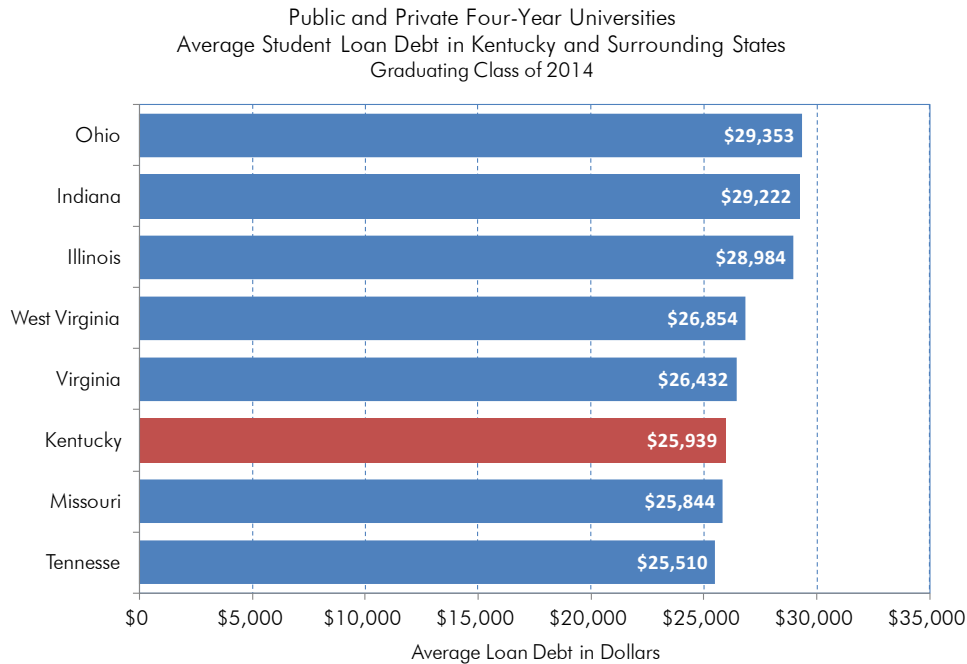
Sources: CPE Comprehensive Database; Integrated Postsecondary Data System.

– Student Loan Debt



Source: The Project on Student Debt, Student Debt and the Class of 2014, December 2015.

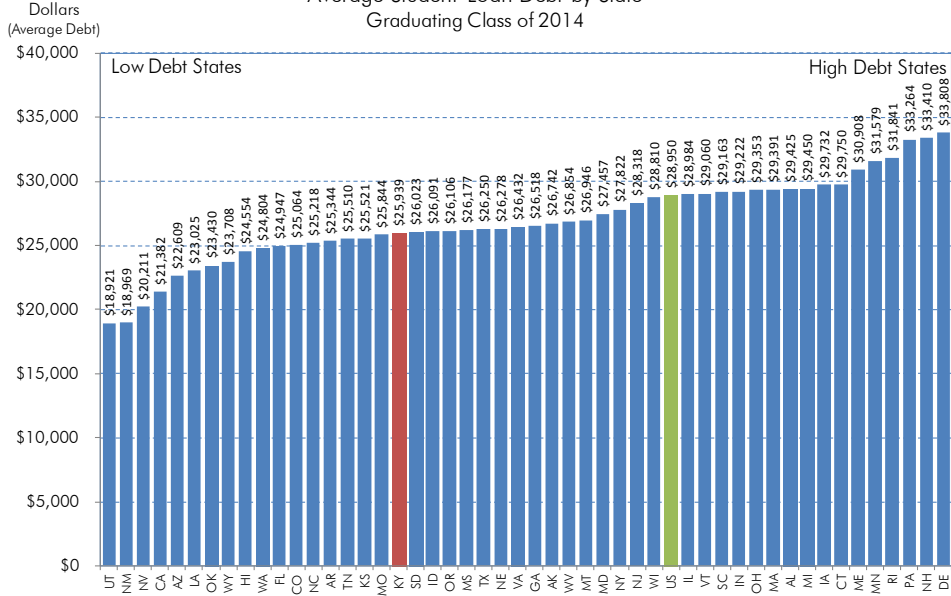
– Interstate Loan Debt Comparison



Source: The Project on Student Debt, Student Debt and the Class of 2014, December 2015.



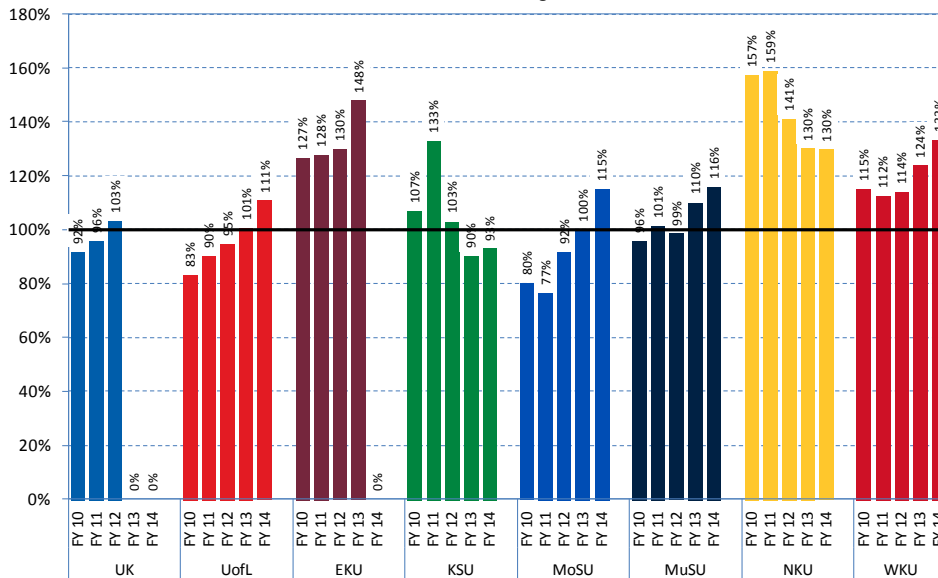
Public and Private Four-Year Universities  
Average Student Loan Debt by State  
Graduating Class of 2014



Source: The Project on Student Debt, Student Debt and the Class of 2014, December 2015.

d) Nonresident Student Tuition and Fee Policy

Kentucky Public Four-Year University  
Nonresident Student Tuition and Fee Revenue/Direct Educational Cost Coverage Ratios  
Fiscal Years 2010 through 2014



Sources: Integrated Postsecondary Education Data System; CPE Comprehensive Database, FD-24 Forms.

Council on Postsecondary Education  
Proposed Language for Nonresident Student Tuition and Fee Policy  
March 22, 2016

Nonresident Student Tuition and Fees

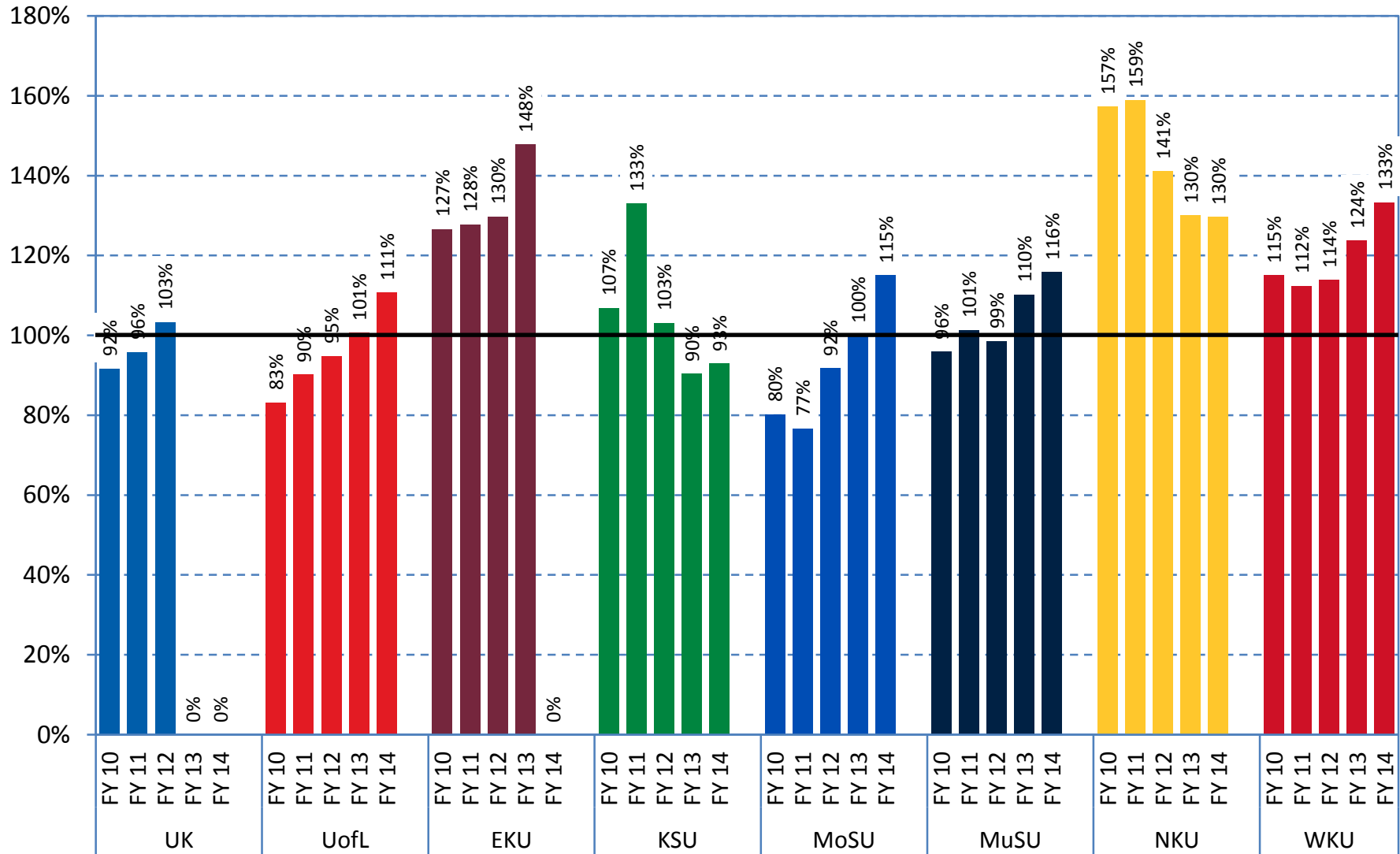
The Council and the institutions believe that nonresident students should pay a larger share of their educational costs than do resident students. As such, published tuition and fee levels adopted for nonresident students shall be higher than the prices for resident students enrolled in comparable programs of study.

In addition, every institution shall manage their tuition and fee rate structures, price discounting, and scholarship aid for out-of-state students, such that the average net tuition and fee revenue generated per nonresident student equals or exceeds 100% of direct instructional and student services costs per student. As part of the tuition and fee setting process, staff shall monitor and report annually to the Council regarding compliance with this requirement.

# Kentucky Public Four-Year University

## Nonresident Student Tuition and Fee Revenue/Direct Educational Cost Coverage Ratios

### Fiscal Years 2010 through 2014



Sources: Integrated Postsecondary Education Data System; CPE Comprehensive Database, FD-24 Forms.