President’s Report
Board of Trustees’ Action Items
University Faculty Meeting
January 25, 2006

Tuition and Fee Increases 2006-2007
- Trustees voted to approve tuition, room and board to increase 5.2%:
  - individual component increases of 4.9% for tuition, 5% for room and 8.8% for board.
- The compensation pool will increase 4.2% and other operating expenses will increase at 4% (a slight variation).
- FY07 will be the second year of the $7,000 tuition increase being phased in across 4 years.

Special Inflationary Increases
- Two areas wherein special increases must be provided regardless of our general guideline for non-personal services:
  - Libraries have traditionally been provided an additional increment because of the very high inflation rates in books and periodicals. Next year’s budget includes a 5% increase.
  - Utilities costs will increase by 15%. The preliminary review of utility costs showed a 100% increase in oil and natural gas prices.

Financial Aid
- In conformity with the special tuition proposal — allocated 39% of the price increase to need-based aid
- For FY07, the 2nd year of the increase will be $2,062,000
- Allocating $250,000 from the proceeds to International Financial Aid

Program Improvements
- “Traditional” program improvements amount to $750,000 and are a continuation of the process through which additional funds are added to the operating budget each year for a number of years.
- Second year of the $7,000 student fee increase (now inflated to $7,364) provides $5,287,000 in new funds. $2,062,000 of this amount is allocated directly to the need-based financial aid line to offset the impact of this special increase and the remaining $3,225,000 of new funds constitutes additional program improvements funding.

Law School
- Law School general fee increase will also be 4.9%

Heilman Center
- Renovated Heilman Center will open in August 2006
- Board rates reflect increase of 8.8%