

Board of Trustees Agenda Item

Board Meeting Date: 2/7/11

Title of Item: Non-Resident Tuition Rate for 2011-2012

Background and Analysis:

Education Code Section 76140 requires each district to establish its nonresident tuition for the subsequent fiscal year by February 1.

The nonresident tuition fee is composed of two parts: the tuition fee and an assessment for capital outlay.

For 10-11, the base rate was set at the district rate of \$119. The capital outlay rate was set at \$12 for a total of \$131 (applicable to students who are both citizens and residents of a foreign country).

For 11-12, the statewide rate is \$117 per unit compared to the district rate of \$120 as per the calculation on the attached worksheet. Under these circumstances the district has the following options:

1. Set the rate at the statewide average of \$117 (plus capital)
2. Set the rate at the district average rate of \$120 (plus capital)
3. Set the rate to equal the rate of a contiguous district (plus capital)
4. Option 4 as specified under education Code section 76140 cannot be exercised as FHDA enrollment in non-credit courses is below 10%
5. No more than district average cost, no less than the state average cost (plus capital)
6. Set the rate at highest years statewide average tuition. *This rate is calculated to be \$126 per quarter unit* (plus capital)
7. Set the rate no greater than 2009/10 average nonresident tuition fee of public community colleges in a minimum of 12 states comparable to California in cost of living. *This average is calculated to be \$187 per quarter unit* (plus capital)

Upon analysis of these options, and in discussion with program managers of the international student program, it is recommended that the base rate be set at \$120 for FY2011-12 or \$1 more than in FY 2010-11.

The capital outlay rate could be set not to exceed the lower of \$60 per quarter unit (or 50% of Adopted 2011-12 Non-resident Tuition Fee) or \$16, which reflects Capital Outlay Fee per Unit in FY 10-11. To stay competitive, we are recommending the Capital Outlay rate for FY 2011-12 to be set at \$15 or \$3 more than in FY 2010-11. *Note: Since FY 2010/11 AB 947 amended section 76141 to enable community college districts to charge all nonresident students a capital outlay fee, not only those students who were both citizens and residents of a foreign country.*

In summary, the rate for all non-resident students will be \$120 base rate plus \$15 capital rate for a total of \$135/unit, representing \$4 increase over the FY 10-11 rate.

Recommendation: (specify if information only)

It is recommended that the Board approve the rate of \$120/quarter unit and the capital outlay rate of \$15/quarter unit for a total of \$135/unit for all nonresident students for the 2011-12 fiscal year.

Submitted by:	Kevin McElroy/Bernata Slater
Additional contact names:	George Beers
Is backup provided?	Yes

1/12/11

California Community Colleges Nonresident Fee Worksheet

2011-12

2011-12 Nonresident Tuition Fee (ECS 76140)	Statewide (Col. 1)	District (Col. 2)	For Districts with 10% or More Noncredit FTES (Col. 3)
A. Expense of Education for Base Year (2009-10 CCFS-311, Expenditures by Activity Report, AC 0100-6700, Cols: 1-3)	\$6,572,810,163	\$ 193,668,221	\$
B. Annual Attendance FTES (Recal 2009-10)	1,309,138	37,867	\$
C. Average Expense of Education per FTES (A ÷ B)	\$5,021	\$5,114	\$
D. USCPI Factor (2 years)	x 1.053	x 1.053	x 1.053
E. Average Cost per FTES for Tuition Year (C x D)	\$5,287	\$5,385	\$
F. Average Per Unit Nonresident Cost:			
Semester-System Colleges (E ÷ 30) and/or	\$176		\$
Quarter-System Colleges (E ÷ 45)	\$117	\$120	\$

NOTE:

For purposes of computing nonresident tuition only, all student contact hours of attendance in credit and noncredit courses, including all those generated by nonresident students and apprentices, are to be included in determining the "FTES" used in computing Expense of Education figure per FTES. Round tuition fee to the nearest dollar.

A district may use columns 1 or 2 to determine nonresident tuition. Column 3 is an option only for use by a district with ten percent (10%) or more noncredit FTES (see ECS 76140(e)).

The district governing board at its February 7, 2011 meeting, adopted a nonresident tuition fee of \$ 120 per quarter unit. Basis for adoption is:

(Circle One)

1 Statewide average cost, per column 1;

2 District average cost, per column 2;

3 District average cost with 10% or more noncredit FTES, per column 3;

4 Contiguous district _____ (Specify district and its fee.)

5 No more than district average cost (Col. 2 or 3); no less than state average cost (Col. 1

6 Highest Years Statewide average tuition

7 No more than 12 Comparable States' Average Tuition

For districts electing to charge a capital outlay fee to <u>ANY</u> non-resident students (as discussed in the memo), please compute this fee as follows:		
a. Capital Outlay for 2009-10	\$	27,766,790
b. FTES for 2009-10		37,867
c. Foreign Student Charge (line a ÷ line b)	\$	733
d. Capital Outlay Fee per Unit:		
Amount per Semester Unit (line c ÷ 30) and/OR	\$	
Amount per Quarter Unit (line c ÷ 45)	\$	16
e. 2010-11 Non-resident Student Capital Outlay Fee (The lesser of line d OR 50% of adopted 2011-12 Non-resident Tuition Fee)	\$	16
		<i>Note: the capital outlay rate can be set at a recommended lower amount but cannot exceed calculated rate</i>

The district governing board at its February 7, 2011 meeting, adopted a nonresident capital outlay fee of \$15 per quarter unit.

Upon adoption of fee, please submit a copy of this report by February 15, 2011 to:

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Fiscal Services Unit
1102 Q Street, 4th Floor
Sacramento, CA 95811-6549
FAX 916.323.3057
Attn: Mike Yarber

Kevin McElroy

Contact Person

650-949-6201

Telephone

Foothill-De Anza

Community College District

69443

District Code Number

Non-Resident Tuition Rates (Neighboring Districts)

Neighboring districts:	Semester Rate						
	2011/12	2010/11	2009/10	2008/09	2007/08	2006/07	2005/06
Foothill-De Anza	\$ 203	\$ 197	\$ 195	\$ 185	\$ 177	\$ 174	\$ 168
West Valley - Mission	204	199	199	191	178	165	165
San Jose - Evergreen	224	224	191	191	183		169
San Mateo	208	200	200	200	192		175
Chabot	204	195	190	180	191		
Gavilan	181		194				
Ohlone	203	202	194				

Neighboring districts:	Quarterly Rate						
	2011/12	2010/11	2009/10	2008/09	2007/08	2006/07	2005/06
Foothill-De Anza	135	\$ 131	\$ 130	\$ 123	\$ 118	\$ 116	\$ 112
West Valley - Mission	\$ 136	\$ 133	\$ 133	\$ 127	\$ 119	\$ 110	\$ 110
San Jose - Evergreen	\$ 149	\$ 149	\$ 127	\$ 127	\$ 122	-	\$ 113
San Mateo	\$ 139	\$ 133	\$ 133	\$ 133	\$ 128	-	\$ 117
Chabot	\$ 136	\$ 130	\$ 127	\$ 120	\$ 127		
Gavilan	\$ 121	\$ -	\$ 129				
Ohlone	\$ 135	\$ 135	\$ 129				