



# FY25 Tuition Increase Recommendation

MARCH 6, 2024

John Nisbet

Interim VP for Finance & Operations

# Tuition Increase Recommendation

- ▶ 3-4% Increase on Resident and Non-Resident Tuition and Online
  - ▶ International Student Tuition rates are locked (Year 2 of 3)
  - ▶ Preliminary 2023 HEPI increase = 4.0%
  - ▶ Increase of 2.5-4% will not change LCC's standing against other OCC based on preliminary indications
  - ▶ Technology fee and Transportation fees projected to remain unchanged
  - ▶ Student Health fee in discussion
  - ▶ Student Group Fees are to be reviewed by Student Government
  - ▶ All other course and differential fees reviewed by respective divisions, and don't require BOE approval.

# Tuition Increase Context

- ▶ Enrollment revenue is  $\frac{1}{3}$  of total LCC revenue.
- ▶ 1% tuition increase = \$370K tuition revenue
- ▶ Suggested main drivers of decision making:
  - ▶ Minimized impact to student costs
  - ▶ Maintaining sufficient increase to help offset operating costs
  - ▶ LCC rank in positioning against other OCC in context to value and total marketing mix (4P's)

## BP245 Outlook Scenarios

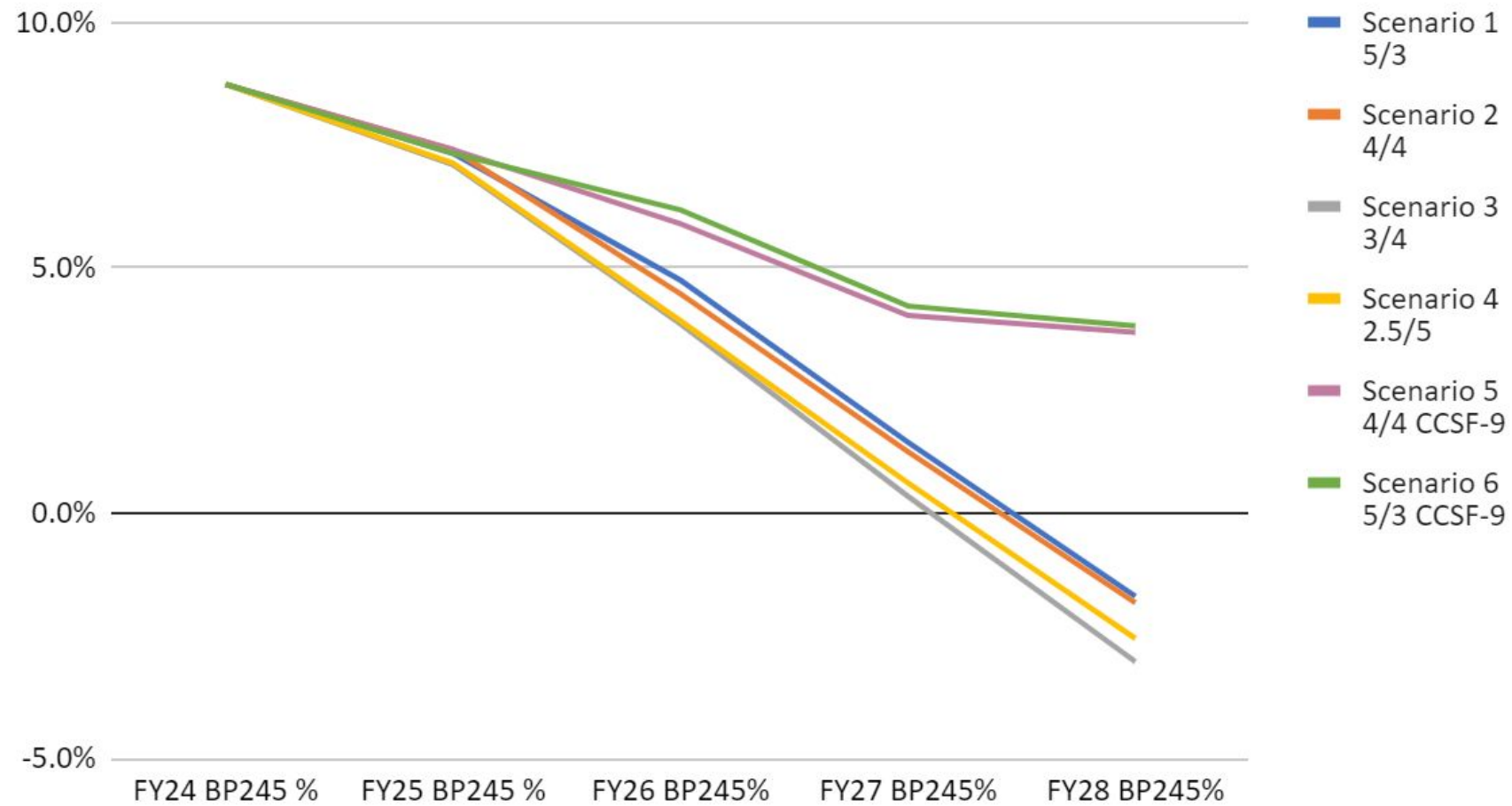


chart data

	Scenario 1 5/3	Scenario 2 4/4	Scenario 3 3/4	Scenario 4 2.5/5	Scenario 5 4/4 CCSF-9	Scenario 6 5/3 CCSF-9
<b>Enrollment Growth</b>	5.0%	4.0%	3.0%	2.5%	4.0%	5.0%
<b>Tuition Increase</b>	3.0%	4.0%	4.0%	5.0%	4.0%	3.0%
<b>Tuition Amount (Rounded to nearest \$0.50)</b>	\$143.00	\$145.00	\$145.00	\$146.00	\$145.00	\$143.00
<b>Total Revenue</b>	\$ 96,207,600	\$ 96,283,600	\$ 95,984,200	\$ 96,017,900	\$ 96,283,600	\$ 96,207,600
<b>Total Resource Requirements</b>	\$ 97,263,375	\$ 97,263,660	\$ 97,262,537	\$ 97,262,663	\$ 97,263,660	\$ 97,263,375
<b>Net</b>	\$ (1,055,775)	\$ (980,060)	\$ (1,278,337)	\$ (1,244,763)	\$ (980,060)	\$ (1,055,775)
<b>FY24 BP245 %</b>	8.7%	8.7%	8.7%	8.7%	8.7%	8.7%
<b>FY25 BP245 %</b>	7.3%	7.4%	7.1%	7.1%	7.4%	7.3%
<b>FY26 BP245%</b>	4.7%	4.5%	3.9%	3.9%	5.9%	6.2%
<b>FY27 BP245%</b>	1.4%	1.3%	0.3%	0.6%	4.0%	4.2%
<b>FY28 BP245%</b>	-1.7%	-1.8%	-3.0%	-2.6%	3.7%	3.8%