

ARIZONA BOARD OF REGENTS
Minutes of a Regular Meeting
Monday, May 4, 2015

A meeting of the Arizona Board of Regents was held on Monday, May 4, 2015 at the Arizona Board of Regents office in Phoenix, Arizona, Arizona State University, Fulton Center in Tempe, Arizona, Northern Arizona University, Babbitt Administrative Center in Flagstaff, Arizona and the University of Arizona, Old Main Boardroom in Tucson, Arizona.

Present: Regent Killian, Regent Patterson, Regent Myers, Regent Leonard, Regent Ridenour, Regent Shoopman, Regent Krishna and Regent Hanna

Absent: Regent Heiler, Regent Naufel, Governor Doug Ducey and Superintendent Douglas

Also present were President Klein, General Counsel Nancy Tribbensee, Attorney Jennifer Pollock, Board Secretary Kate Linder, Katie Paquet, John Arnold and Tom Merriam Arizona Board of Regents; President Crow, General Counsel José Cárdenas, Christine Wilkinson and Rich Stanley Arizona State University; President Cheng Northern Arizona University; President Hart and Greg Goldman University of Arizona.

All lists, reports, summaries, background materials and other documents referred to in the minutes can be found in the May 4, 2015 Document Files.

Regent Killian called the meeting to order on May 4, 2015 at 2:00 p.m.

Proposed New ABOR Policy 4-202 “Non-resident Undergraduate Tuition Rate for Arizona High School Graduates (First Reading) (Item 4)

The board was asked to review a proposed new ABOR Policy pertaining to a new non-resident tuition rate for Arizona’s high school graduates. The proposed new ABOR Policy 4-202 would allow Arizona high school graduates who meet certain conditions to pay a reduced non-resident tuition rate.

The proposed new policy is not an in-state tuition rate, but a reduced tuition rate for non-residents. The non-resident rate would be 150% of what the board sets as resident undergraduate tuition and would be available to any graduate of an Arizona high school who attended that high school in Arizona for at least three years. To be eligible for this reduced out-of-state rate, the student must be lawfully present in the state. This rate would apply to students with deferred action as well as all other Arizona high school graduates who may have lost their Arizona residency. The proposed policy is scheduled to go to the June board meeting for a vote.

Regent Leonard thanked the board for considering this new ABOR policy and announced that the universities’ undergraduate and graduate student associations signed resolutions in support of this new policy.

The meeting recessed at 2:20 p.m. and reconvened at 4:25 p.m.

Setting Base Tuition and Mandatory Fees for 2015-2016 Academic Year (Item 1)

The board was asked to set resident and nonresident base tuition and mandatory fees for undergraduate and graduate students and College of Medicine students for the 2015-2016 academic year.

The Business and Finance Committee previously conducted a special tuition study session to thoroughly vet and discuss the universities' proposals. A tuition hearing was also held which provided students a forum to voice their support or concerns regarding tuition and fees. At the tuition hearing, the board heard from approximately 60 students from across the state.

Regent Myers, as Vice Chair of the Business and Finance Committee, presented items 1-3.

Motion #1

Regent Myers, with a second by Regent Krishna, to maintain the current 2014-2015 resident undergraduate and graduate base tuition at Arizona State University for the 2015-2016 academic year; and establish a temporary surcharge fee in the amount of \$320 per year for \$160 per semester, beginning fall 2015 for all resident students. This surcharge will be prorated for resident students taking fewer than 7 credit hours and will be in effect for one year only.

Amendment to Motion #1

Regent Killian moved for an amendment to the motion by reducing the fee for in-state students to \$200 with the \$120 balance charged to international students and non-resident students. Regent Ridenour seconded.

Regents expressed concern about this proposal, due to ASU having fewer international and non-resident students. ASU has approximately 50,000 in-state students and shifting the balance could have a potentially negative impact on enrollment. Amendment to Motion #1 failed with a roll call vote as follows: Regents Hanna, Krishna, Leonard, Myers, Patterson and Shoopman voting against; Regents Killian and Ridenour voting in favor.

[Restating motion on the table]

Motion #1

The board returned to the original Motion #1, which passed with a roll call vote as follows: Regents Hanna, Krishna, Leonard, Myers, Patterson, Ridenour, Shoopman and Killian voting in favor of Motion #1.

Regent Krishna left the meeting before the vote on Motion #2.

Motion #2

Upon motion by Regent Myers, second by Regent Patterson, the board voted to:

- Increase base tuition by 4% to \$24,784 for non-resident undergraduates at all campuses except for freshman and sophomore students in the Polytechnic School and New College at \$22,306 and non-resident graduate students at \$27,086. The rate for non-resident students at Lake Havasu City will remain at the current rate of \$9,548.

- For undergraduate and graduate students attending Thunderbird School of Global Management, establish an undergraduate differential tuition for Bachelor of Global Management of \$400 per semester and \$800 per semester for lower division and upper division, respectively; for Master of Global Management and Executive Master of Global Management, establish a total program tuition and fee of \$70,000 and \$85,000 respectively; for Online Master for Global Management, a \$59,000 total program tuition and fee; for Masters of Arts in Global Affairs and Management, a \$60,000 total program tuition and fee; and two graduate certificates of \$15,000 and \$10,500 total program tuition and fee for non-ASU students and existing ASU students respectively.
- For undergraduate international students, establish a differentiated tuition of \$26,584 at all campuses except for freshman and sophomores in the Polytechnic School and New College which will be \$24,106. For graduate international students, establish tuition of \$28,886.

Motion passed with a roll call vote as follows: Regents Hanna, Leonard, Myers, Patterson, Ridenour, Shoopman and Killian voting in favor of Motion #2.

Motion #3

Upon motion by Regent Myers, second by Regent Leonard, the board approved Northern Arizona University's request to:

- Set its base tuition for the 2015-2016 academic year for new resident undergraduate students enrolling Fall 2015 in the Tuition Pledge Plan at the Flagstaff campus, to increase base tuition by 3.8% for total base tuition of \$9,462.
- For resident undergraduate students at the Flagstaff campus, not on the Pledge Plan, and NAU Statewide and Online, increase base tuition by 3.7% for a total base of \$7,424 at NAU Flagstaff, and \$7,028 for NAU Statewide and Online programs.
- For resident undergraduate students at NAU Yuma and NAU Yavapai, increase base tuition by 3.8% for a base tuition of \$6,894 at NAU Yuma and \$5,294 at NAU Yavapai.
- For all new non-resident undergraduate students enrolling Fall 2015 on the Tuition Pledge Plan at the Flagstaff campus increase base tuition by 3.8% for total base tuition of \$22,452.
- For all other non-resident undergraduate students, increase base tuition by 5% for a total base tuition of \$19,420 for those not in the NAU Pledge Program, NAU Yuma and NAU's Statewide and Online programs; and \$15,656 for NAU Yavapai.
- For all graduate students, increase base tuition by 5% to \$8,710 for resident graduate students and \$20,348 for non-resident graduate students at all NAU campuses.

Motion passed with a roll call vote as follows: Regents Hanna, Leonard, Myers, Patterson, Ridenour, Shoopman and Killian voting in favor of Motion #3.

Motion #4

Upon motion by Regent Myers, second by Regent Patterson, the board approved Northern Arizona University's mandatory fee request to increase the Information Technology Fee by \$1 per credit hour for a total fee of \$9 per credit hour for all students at all campuses of NAU beginning academic year 2015-2016. Motion passed with a roll call vote as follows: Regents Hanna, Leonard, Myers, Patterson, Ridenour, Shoopman and Killian voting in favor of Motion #4.

Motion #5

Upon motion by Regent Myers, second by Regent Patterson, the board approved the University of Arizona's request to:

- Increase base tuition for new resident undergraduate students enrolling Fall 2015 on the Universities' Guaranteed Tuition Plan at the Main campus by 4.4% for a total base tuition of \$10,390.
- Extend the Guaranteed Tuition Plan to the UA South, for new undergraduate students enrolled Fall 2015 on the Universities' Guaranteed Tuition Plan, increase base tuition for resident undergraduate students by 8.5% for a total base tuition of \$8,485 and for non-resident undergraduate students by 15.5% for a base tuition of \$31,617.
- For continuing resident undergraduate students enrolled prior to Fall 2014 and not on the Guaranteed Tuition Plan at the Main campus, resident undergraduate students at UA South, and resident graduate students, increase base tuition by 3% for a total base tuition for resident undergraduate students of \$9,864 at the Main campus and \$8,055 at UA South and for resident graduate students \$11,040 at UA Main and \$10,706 at UA South.
- For new non-resident undergraduate students enrolling Fall 2015 on the Universities' new Guaranteed Tuition Plan at the Main campus, increase base tuition by 11.3% for total base tuition of \$31,617.
- Increase all other non-resident undergraduate and graduate students at all UA campuses by 6% for a total base tuition of \$29,017 for non-resident undergraduate students and \$29,362 for non-resident graduate students.
- Extend the Guaranteed Tuition Plan to the University of Arizona's two and three year Master's Program. For resident graduate students increase base tuition by 6% and 7.5% for a total base tuition of \$11,362 for the two-year Masters and \$11,522 for the three-year Master's program; and for non-residents in the two and three year Master's program increase base tuition by 10.5% and 13.5% for a total base tuition of \$30,609 and \$31,440 for the two and three year Master's programs respectively.

- For the College of Medicine, set base tuition as the same as the graduate rate of \$11,040 for resident students and \$29,362 for non-resident students and establish a program fee for resident students of \$19,244 and \$21,166 for non-resident students for a total tuition and program fee of \$30,284 for resident College of Medicine students and \$50,528 for non-resident College of Medicine students.

Motion passed with a roll call vote as follows: Regents Hanna, Leonard, Myers, Patterson, Shoopman and Killian voting in favor; Regent Ridenour voting against of Motion #5.

Approval of Differential Tuition; Program Fees; Class Fees; and Other Fees for the 2015-2016 Academic Year (Item 2)

The board was asked to review and approve the universities' requests for differential tuition, special program fees and class fees for the 2015-2016 academic year.

Upon motion by Regent Myers, second by Regent Patterson, the board approved the program fees for the 2015-2016 academic year as requested by Arizona State University as presented in the executive summary. Motion passed with a roll call vote as follows: Regents Hanna, Leonard, Myers, Patterson, Ridenour, Shoopman and Killian voting in favor.

Upon motion by Regent Myers, second by Regent Patterson, the board approved the program fees for the 2015-2016 academic year as requested by Northern Arizona University as presented in the executive summary. Motion passed with a roll call vote as follows: Regents Hanna, Leonard, Myers, Patterson, Ridenour, Shoopman and Killian voting in favor.

Upon motion by Regent Myers, second by Regent Patterson, the board approved the program fees, class fees and other fees for the 2015-2016 academic year for the University of Arizona as presented in the executive summary. Motion passed with a roll call vote as follows: Regents Hanna, Leonard, Myers, Patterson, Ridenour, Shoopman and Killian voting in favor.

Setting of 2015-2016 Rates for Residence Halls (ASU, NAU, UA), Leased Apartments (UA), Family Housing (ASU, NAU), and Meal Plans (ASU, NAU) (Item 3)

Arizona State University, Northern Arizona University and the University of Arizona requested the board's approval of rates for residence halls, leased apartments, family housing and meal plans for 2015-2016.

Upon motion by Regent Myers, second by Regent Patterson, the board approved the 2015-2016 rates for residence halls, leased apartments, family housing and meal plans for Arizona State University, Northern Arizona University and the University of Arizona as presented in the executive summary.

Regent Killian thanked his fellow regents, the universities and board staff for all their hard work in preparing for this meeting.

ADJOURNMENT

The meeting adjourned at 5:10 p.m.

SUBMITTED BY:

Kate Linder
Secretary to the Board