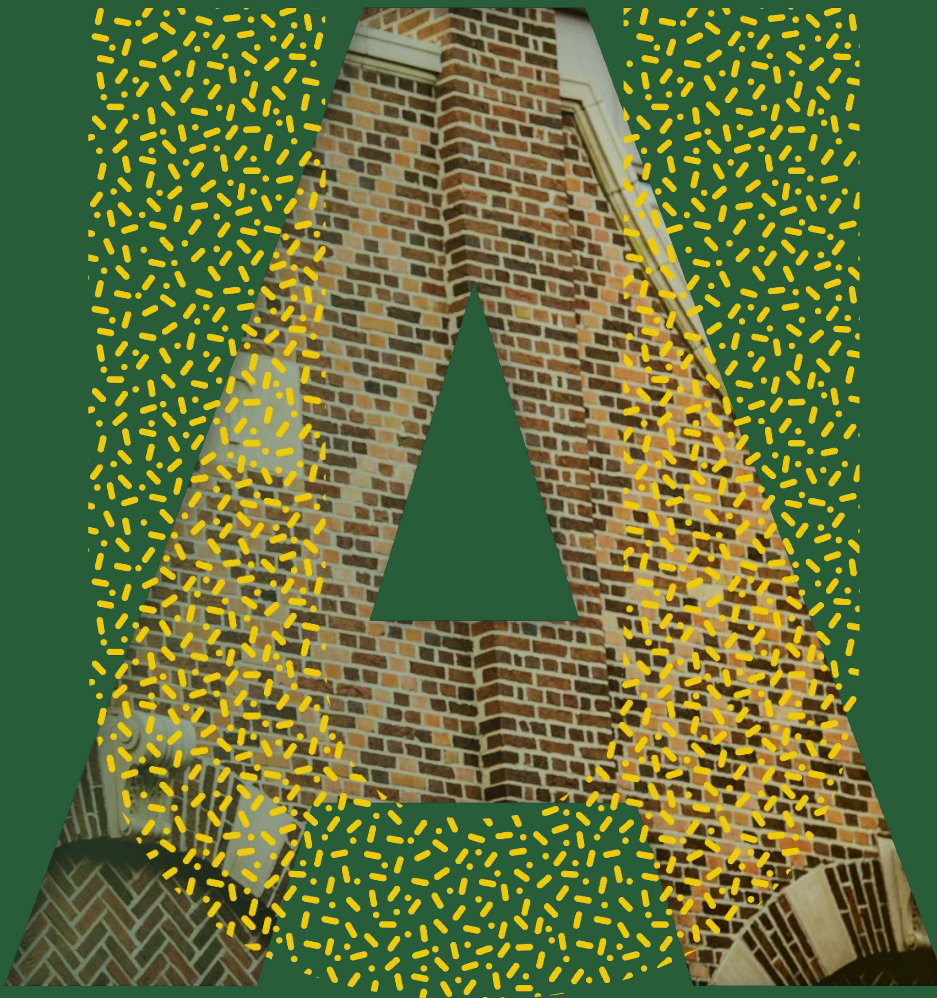


Student Consultation

2024/25

Tuition Proposal



Tuition Consultation Process

- 01. Tuition Budget Advisory Committee**
September 13, 2023, October 17, 2023,
November 17, 2023, November 28, 2023,
January 19, 2024
- 02. Council on Student Affairs**
November 2, 2023, January 26, 2024
- 03. Students' Union Council**
November 21, 2023
- 04. Graduate Students' Association**
November 20, 2023
- 05. International Students' Association**
November 23, 2023
- 06. Student Townhalls**
December 8, 2023, January 19, 2024

THE UNIVERSITY'S INCREASING COST DRIVERS

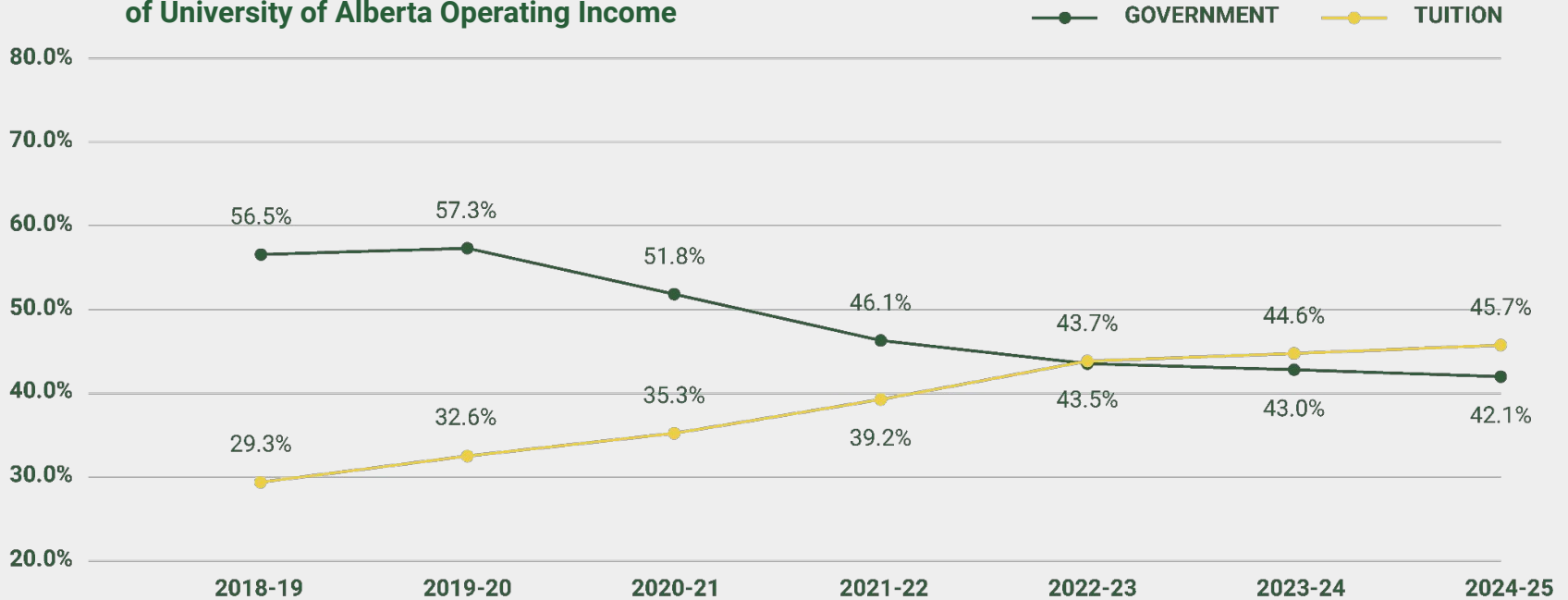
01. **CPI & inflation**
02. **Increases in our cost drivers**
 - **Salaries and benefits** - merit compensation and benefit increases (80% of costs)
 - **Materials and supplies** - impacted by CPI increases (13% of costs)
 - **Utilities** - impacted by CPI increases and rate of utilities (4% of costs)
 - **Maintenance** (3% of costs)
03. **Gaps in our revenue**
04. **A desire to maintain quality of instruction and academic mission**

THE UNIVERSITY'S REVENUE SOURCES

- 01. Operating Support Program Grant**
 - **Total decrease** - \$222M in three years
 - **2023-24 year** - there is no anticipated increase in this grant
- 02. Federal and Other Government Grants**
 - **Federal Research Support** - directed revenues
- 03. Investment Income**
 - **Income Projection** - \$30M (temporary)
- 04. Other Revenue Sources**

The Context - Revenue and cost balance

Government Funding and Tuition as Share of University of Alberta Operating Income



WHAT DOES MY TUITION COVER?

Tuition covers all expenses related to instruction at the university, including

- Instructor salaries
- Creation and maintenance of classrooms
- Creation and maintenance of study spaces
- Supplies related to instruction that are consumed during instruction and not retained by the student (materials owned or leased by student are covered by other fees)
- Utilities
- Maintenance of research enterprise that supports instruction
- Libraries

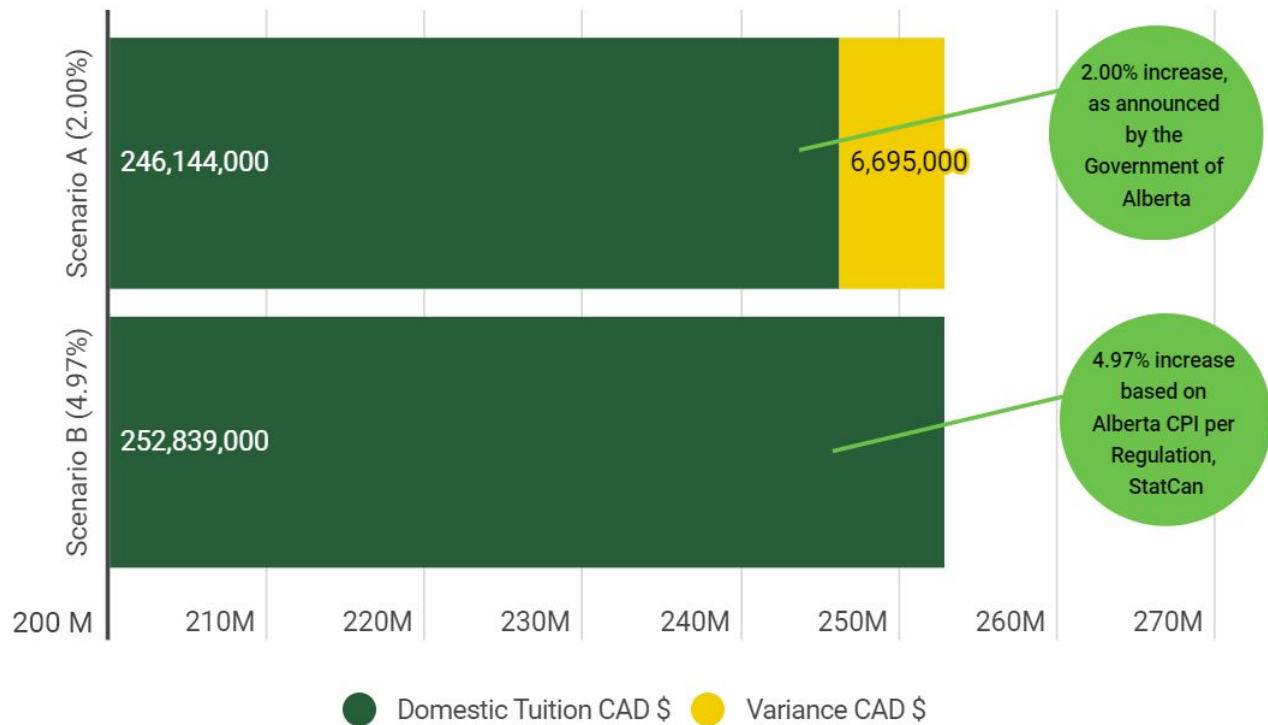
\$20M (4.9%) of tuition revenue goes directly into student financial support (23/24)

WHAT IS THE PROPOSED DOMESTIC TUITION INCREASE FOR 2024/25?

A domestic tuition increase of 2.0% is proposed for 2024/25

Proposal will include 15% incremental offset dedicated to student financial support.

Legislated tuition cap creates funding gap



Legislated tuition cap creates funding gap

- The difference between a 2% domestic tuition increase and an increase at CPI (4.97%) creates a **\$6.7M revenue gap** for the University.
- It also means **\$1.1M** less funding to allocate to student financial support, based on our proposed 15% incremental offset.

EXCEPTIONAL TUITION INCREASES

Per government guidance the proposed 2% increase will also apply to previously approved Exceptional Tuition Increase (ETI) amounts.

ETI revenue can only be used for initiatives to improve program quality.

2024/25 INTERNATIONAL TUITION

- 2024/25 Cohort Tuition was approved in March 2023
- Proposal for 2025/26 cohort based tuition was developed based on:
 - **Research**—listening to the voices of prospective students and analysis
 - **Student input**—continued commitment to student needs
 - **Cost drivers** of program delivery and government legislation

INTERNATIONAL TUITION PROPOSAL

Undergraduate

- All programs increase by 5% (Alberta CPI)
- Exception: Science increase by 6.5% as a result of market analysis
- International tuition offset increase to 8.55% in order to generate more funding for student financial support

INTERNATIONAL TUITION PROPOSAL

Graduate (all)

- All programs increase by 5% (Alberta CPI)
 - International tuition offset increase to 8.55% in order to generate more funding for student financial support
-

Graduate (thesis-based)

- Increase to international price adjustment amount from \$4000 to \$5000
- Amount is returned to students as a price adjustment
- No cost to students

2024/25 INTERNATIONAL TUITION OFFSET-PROPOSED RESULTS

- The current international tuition offset results in \$12.3M of revenue
- Increasing the offset to **8.55%** would result in **\$13.9M (an additional \$1.6M)**

INTERNATIONAL STUDENTS- COHORT 99

- Bill 19—an Act to Improve the Affordability and Accessibility of Post-Secondary Education, included a requirement that International students receive a tuition guarantee.
- Program-based tuition model for international students who were admitted starting in fall 2020
- This did not impact 5,700 international students who were already enrolled - coded as cohort 99
 - These students were informed that they will stay on the registration-based model until Fall 2024.
- The Office of the Registrar has communicated with students from cohort 99 who remain to ensure awareness of impact.
 - This includes 485 graduate and 501 undergraduate students
- Different outcomes are being actioned for students depending on their circumstances.