DATE: January 30, 2003

TO: Board of Trustees

FROM: Philip R. Day, Jr., Chancellor

Subject: GENERAL FUND
Adoption of Nonresident Tuition Fee Rate in Grades 13 and 14 for the Fiscal Year 2003-04
(Resolution No. 030130-B1)

BACKGROUND INFORMATION:

The California Education Code, beginning with Section 76140, sets forth the relevant law as it relates to nonresident tuition fees rates in grades 13 and 14. It distinguishes between nonresident students who are U.S. Citizens (out-of-state) and nonresident students who are citizens of a foreign country (out-of-country) and establishes criteria used for the setting of tuition fee rates for both groups.

While the cost of providing instruction and related services has increased significantly since 1996, the fees City College charges for non-resident tuition have not been raised at all during the past six years. The rate for fiscal year 2002-2003 is:

$130.00 per semester unit  
$6.00 per semester unit for capital outlay

The $6.00 per semester unit for the capital outlay fee is calculated each fiscal year based upon the prior fiscal year’s expenditure for capital outlay. The law precludes the College from charging this fee to out-of-state students and only allows it to be charged to out-of-country students.

The Vice Chancellor for Finance and Administration and the Chief Financial Officer recommend that the rates for fiscal year 2003-04 be set at $144.00 per semester unit and $9.00 per semester unit for capital outlay. All other policies, rules, and regulations relating to exemptions, refunds, and economic hardship/victims of persecution or discrimination for fiscal year 2003-2004 remain the same as in fiscal year 2002-03.
As the table below shows, the District’s recommended rates for next fiscal year, 2003-04, will be lower than the rates charged by our contiguous Bay Area community colleges.

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Tuition Rate</strong></td>
<td>$144.00</td>
<td>$145.00</td>
<td>$174.00</td>
<td>$159.00</td>
<td>$164.00</td>
</tr>
<tr>
<td><strong>Capital Outlay Fee</strong></td>
<td>$9.00</td>
<td>$16.00</td>
<td>$0.00</td>
<td>$12.00</td>
<td>$7.00</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>$153.00</td>
<td>$161.00</td>
<td>$174.00</td>
<td>$171.00</td>
<td>$171.00</td>
</tr>
</tbody>
</table>

The actual calculations the state allows for determining non-resident tuition fees are shown on Attachment A. Column 3 of the attachment is designed for districts with more than 10% noncredit FTES. As the table below shows, the actual cost to City College of providing education to non-resident students is $173 per credit, or $20 more per unit than this resolution proposes.

<table>
<thead>
<tr>
<th></th>
<th>Statewide Average</th>
<th>Actual Cost to SFCCD</th>
<th>Actual Cost to SFCCD with Non Credit Adjustment</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Tuition Rate</strong></td>
<td>$149</td>
<td>$155</td>
<td>$173</td>
</tr>
</tbody>
</table>

The calculation for capital outlay is in the middle of Attachment A and shows $19.21 per unit, or about $10 more per unit than this resolution proposes.

It is estimated that the proposed increase would generate approximately $625,000. The table below shows the proposed budget for this revenue.

**Services for International Students - $195,000**
- Staffing for SEVIS
- Student Health Center Counseling
- Academic Counseling
- International Support Services Coordinator

**District General Fund**
- $430,000

**Total**
- $625,000
SHARED GOVERNANCE REVIEW:

Yes:____; No:____; If yes, which Committee:______________________

Date of Review:_____________________________

(A negative response indicates that a review is not necessary)

No formal committee hearing, but several meetings were held with student leaders.

RECOMMENDATION:

RESOLVED: That in accordance with California Education Code Sections 76140 and 76141, the out-of-state per semester unit fee rate of $144 and out-of-country per semester unit fee rate of $153 (including a $9 capital outlay fee) be adopted for non-resident students enrolled for the Fiscal Year 2003-04, and

FURTHER BE IT RESOLVED: No more than $195,000 of the estimated $625,000 in additional revenue will be spent on additional support student services targeted for International Students, and

FURTHER BE IT RESOLVED: That the Chancellor, Vice Chancellor of Finance and Administration and/or their designee are hereby authorized to execute any and all documents on behalf of the District to effectuate this resolution.

Peter Goldstein, Originator
James Kendrix, Originator