



Board of Regents of the University of Wisconsin System
Office of the Secretary
1860 Van Hise Hall
Madison, Wisconsin 53706
(608)262-2324

August 1, 2007

TO: Each Regent

FROM: Judith A. Temby

A handwritten signature in black ink, appearing to read "J. A. Temby".

PUBLIC MEETING NOTICE

RE: Agenda and supporting documents for the meeting of the Board of Regents to held at Van Hise Hall, 1220 Linden Drive, Madison, on August 7, 2007.

Tuesday, August 7, 2007

10:00 a.m. – Board of Regents Meeting
1820 Van Hise Hall

Persons with disabilities requesting an accommodation to attend are asked to contact Judith Temby in advance of the meeting at (608) 262-2324.

Information regarding agenda items can be found on the web at <http://www.uwsa.edu/bor/meetings.htm>, or may be obtained from the Office of the Secretary, 1860 Van Hise Hall, Madison, Wisconsin 53706 (608)262-2324.

The meeting will be webcast at <http://www.uwex.edu/ics/stream/regents/meetings/> Tuesday, August 7, 2007, at 10:00 a.m. until approximately 12:00 p.m.

REVISED 8/1/07

BOARD OF REGENTS OF THE UNIVERSITY OF WISCONSIN SYSTEM

August 7, 2007
10:00 a.m.
1820 Van Hise Hall
1220 Linden Drive
Madison, Wisconsin

AGENDA

Approval of the minutes of the July 13, 2007, Board of Regents meeting.

1. Recommendation from Committee on Student Discipline and Other Student Appeals Regarding the Associated Students of Madison Appeal of UW-Madison Chancellor's Decision on Allocable Student Fee Budget.
[Resolution I]

2. Approval of 2007-08 Operating Budget and Tuition/Fee Schedules for UW System
[Resolution II]

3. Adjournment

Persons with disabilities requesting an accommodation to attend are asked to contact Judith Temby in advance of the meeting at (608) 262-2324.

The meeting will be webcast at <http://www.uwex.edu/ics/stream/regents/meetings/> Tuesday, August 7, 2007, at 10:00 a.m. until approximately 12:00 p.m.

UW-Madison Student Appeal

BOARD OF REGENTS

Resolution:

That the Board of Regents adopts the attached Decision and Order in the matter of the Appeal by Associated Students of Madison.

8/7/07

Resolution I

BOARD OF REGENTS OF THE UNIVERSITY OF WISCONSIN SYSTEM

In the matter of the

**Appeal by Associated Students
of Madison**

STUDENT GOVERNANCE APPEAL

DECISION AND ORDER

Statement of the Matter

Under Regent Policy Document (“RPD”) 30-3 (formerly 86-4), if there is an “irreconcilable difference” of judgment between a chancellor and the student fee allocation committee at a campus over the uses of allocable student fees, and the matter cannot be resolved by mediation at System Administration, the dispute is to be brought to the Board of Regents of the University of Wisconsin System (“Board”). This matter is before the Board upon the request of the Associated Students of Madison (“ASM”) for review of the decision of University of Wisconsin-Madison (“UW-Madison”) Chancellor John Wiley to exclude funds dedicated for rental payments for off-campus facilities from ASM’s proposed budget.

ASM’s request was referred by Regent President Mark Bradley to Regent Brent Smith in his capacity as Chair of the Committee on Student Discipline and Other Student Appeals (“Committee”) for the Committee’s consideration and recommendation to the full Board (*see*, RPD 30-3 & 30-5 (formerly 86-4 & 88-6, respectively); Bylaws of the Board of Regents Chapter III, Section 7.b.). The Committee invited the parties to submit position statements, and both parties did so. In addition, the Committee invited the parties to present their positions orally at a meeting held on July 13, 2007, which was

open to the public. Representatives of both parties made lengthy presentations at this meeting and the Committee further offered to accept additional submissions on the matter for two weeks following the meeting. Numerous documents and communications were provided to the Committee, both by the parties and from other interested persons. At the close of the July 13th meeting, the Committee urged the parties to meet again to attempt to resolve the matter. The parties did meet on July 31, but were unable to resolve the issue of rental payments. Despite this, the parties did agree that irrespective of the outcome of the appeal, a committee should be tasked with reviewing issues surrounding segregated fees.

The Committee then held its deliberations at a meeting on August 1, 2007, which was open to the public. Following discussion among the three Committee members who were present, a motion was passed, 2-1 (Regents Smith and McPike in favor; Regent Shield opposed), to recommend to the full Board that ASM's appeal be denied, but to indicate the Committee's support for designating a System-wide committee to review the segregated fee policies including, but not limited to, the issue before the Committee.

Findings of Fact

1. In the past, UW-Madison permitted some registered student organizations to receive, with the approval of ASM, allocable segregated fees to support rental payments for off-campus facilities. The University had no role in identifying or negotiating rent for these properties, and these leases were entered into by members of the student organizations. This practice was permitted at UW-Madison for a number of years and was unique among UW System institutions; allocable segregated fees at other UW System institutions have not been used to fund rental payments for off-campus facilities.
2. On October, 15, 2004, UW System General Counsel Patricia Brady issued a memorandum to all UW System institutions in the wake of the United States Supreme Court decision in the *Board of Regents of the University of Wisconsin System v. Southworth*. Among other matters, that memorandum stated, "The allocable portion of

segregated fees should not be used to support improvements, maintenance, or overhead expenses in facilities that are not owned, leased, or otherwise controlled by the university.” Interim Dean of Students Lori Berquam shared the information from this memorandum with UW-Madison students.

3. In the spring, 2006, ASM presented to Chancellor Wiley a budget which provided for payments for rent for off-campus facilities. Chancellor Wiley wrote to the students in April, 2006, advising them that these payments were inappropriate and asking the students to reconsider their proposed budget. The students elected not to revise the proposed budget. To alleviate potential hardship that would result from his decision for student organizations whose off-campus rent had previously been paid, Chancellor Wiley approved a one-year exemption for all UW-Madison organizations affected by the decision to not fund rent payments for the off-campus facilities. In so doing, however, he advised ASM that he would continue to seek clarification on this issue with UW System and he expected that ASM would inform all registered student organizations to make appropriate arrangements for space in future years since he would not approve such funding.

4. On November 8, 2006, at the request of Chancellor Wiley, General Counsel Brady sent him a memorandum analyzing the applicable law and policies and re-affirming her previous advice that the use of allocable segregated fees for rental payments for off-campus facilities used by registered student organizations was contrary to law and policy.

5. During the fall, 2006, semester, the Student Services Finance Committee (“SSFC”) eliminated requests from registered student organizations for rental payments that were inconsistent with the UW System guidance and policies. ASM voted to reinstate these requests and forwarded its proposed budget to Chancellor Wiley for his consideration.

6. Chancellor Wiley excluded the rent requests from the budget submitted for review and approval by the Board. The exclusion of rental payments from the budget affected six of the approximately 800 registered student organizations seeking funds and resulted in approximately an \$89,000 reduction to the student-proposed budget (a decrease of \$1.20 per semester per student of student fees).

7. ASM appealed to the Board Chancellor Wiley’s decision regarding the exclusion of rental payments, as well as several other matters. Pursuant to Regent Policy Documents (RPD) 30-3 (formerly 86-4), ASM and Chancellor Wiley participated in mediation conducted by Assistant Vice President Larry Rubin. The mediation resulted in agreement by the parties on all outstanding issues, with the exception of Chancellor Wiley’s decision to exclude rental payments from the ASM budget.

8. Presently, there is insufficient space in on-campus facilities to house all registered student organizations desiring office space at UW-Madison. UW-Madison has established a committee to examine this concern and has attempted to accommodate all

organizations in need of space at this time through on-campus facilities and through the maintenance of certain existing University leases with off-campus facilities. It is expected that a new facility currently under construction will be able to house many student organizations desiring on-campus space. However, there continues to be an increase in the number of registered student organizations and it is likely that request for space will continue.

10. A UW System committee has been involved in revising current policies relating to segregated fees. This committee, comprised of System administrators and students, has approved a clarification to existing policies to make clear that allocable segregated fees may not be used to support rental payments for off-campus facilities used by registered student organizations. At this time, this committee has not circulated its recommendations to various UW System constituent groups. It is not clear what the original charge of this committee was, and ASM contends that the issues before this committee may not have been clearly communicated to students.

Standard of Review

The Committee has the authority under RPD 30-3 and 30-5 (formerly 86-4 and 88-6, respectively) and Board of Regents Bylaws Chapter III, Section 7.b. to review this matter and make findings of fact and recommendations to the Board with consideration of the following factors:

- (a) Has the item been defined by the institution, in consultation with the students, as an allocable fee?
- (b) Has the chancellor discussed the difference(s) with the students and provided an opportunity for the students to reconsider their recommendation?
- (c) Does the student-proposed budget item require the university to violate any statute, administrative code, policy, or contract?
- (d) Is the basis for the chancellor's decision substantial? (i.e., are there significant policy or management reasons for differing from the students' recommendation?)
- (e) Is the expenditure related to a legitimate education purpose within the meaning of Wis. Stats. § 36.27(1)?

By agreement of the parties, the only factors at issue are the following:

- c) Does the student-proposed budget item require the university to violate any statute, administrative code, policy, or contract?
- (d) Is the basis for the chancellor's decision substantial? (i.e., are there significant policy or management reasons for differing from the students' recommendation?)

Analysis

A careful and thorough review of the record in this matter reveals that Chancellor Wiley had substantial policy reasons for excluding rental payments from ASM's proposed budget and that approving ASM's request to include rental payments in the budget would be contrary to law and UW System policies.

1. The student-proposed budget item would be contrary to law and policy.

As noted in the findings above, General Counsel Brady prepared a memorandum three years ago, following the *Southworth* decision, in which she advised all UW System institutions that allocable segregated fees could not be used to support expenses related to the maintenance, purchase, or lease of off-campus facilities. General Counsel Brady reaffirmed her legal conclusion two years later in a more extensive memorandum which analyzed the various laws and policies implicated in the matter, including an analysis of § 36.09(5), Wis. Stats. It was upon this advice that Chancellor Wiley relied in making his decision to exclude rental payments from the ASM-proposed budget.

ASM contends that the statutes and policies do not prohibit use of funds for overhead expenses and further argues that § 36.09(5), Wis. Stats., gives complete

authority to the students on matters of allocable segregated fees, requiring them to be part of any decision made concerning distribution of these fees. ASM also contends that General Counsel Brady's opinion actually conflicts with § 36.09(5), Wis. Stats., since students were not properly consulted in the formulation of this position.

The Committee concludes that Ms. Brady's legal opinion is sound and is supported by a careful review and analysis of the relevant statutes and policies. The Committee further concludes that nothing in the statute grants the students absolute authority over decisions concerning allocable student fees.

According to § 36.09(5), Wis. Stats.,

The students of each institution or campus subject to the responsibilities and powers of the board, the president, the chancellor and the faculty shall be active participants in the immediate governance of and policy development for such institutions. As such, students shall have the primary responsibility for the formulation and review of policies concerning student life, services and interests. Students in consultation with the chancellor and subject to the final confirmation of the board shall have the responsibility for the disposition of those student fees which constitute substantial support for campus student activities.

Thus, the statute requires student involvement with these decisions, but subject to the authority of the chancellor and Board. When read together with § 36.09(3), Wis. Stats., which grants the chancellor authority for administering "all funds, from whatever source," the importance of the phrase "subject to the authority" is clear. Certainly nothing in the statute authorizes the students to approve distribution of segregated fees in a manner contrary to law.

The Committee's decision with regard to this issue in no way diminishes the rights of students. Nothing in the decision today alters the students' right to be involved in the establishment of policies concerning student affairs and in the disposition of

allocable student fees for campus student activities, so long as that authority operates within the constraints of the law.

2. The basis for the Chancellor's decision is substantial.

The record demonstrates that the basis for the Chancellor's decision to exclude rental payments from ASM's proposed budget rental payments is substantial. Chancellor Wiley articulated a number of legal and policy reasons for taking the unusual step of disagreeing with this item in the proposed budget that ASM provided to him for his consideration. As noted above, Chancellor Wiley stated that he relied heavily on the legal opinion authored by General Counsel Brady in making his decision. In addition, he stated that his decision was informed by his strong concern that the segregated fee system was at risk if the processes and distributions strayed from their intended purposes and were not held accountable to the applicable laws and policies. As an illustration of this, Chancellor Wiley cited instances where allocable segregated fees had been used to fund staff positions for organizations that had formerly been held by student volunteers, leading inevitably to organizational growth and the need for more space. He further expressed concern about abuse of the segregated fee system by not-for-profit organizations which might affiliate with a student organization to seek fees to subsidize their activities. These are substantial reasons, indeed.

The Committee also appreciates that, in addition to Chancellor Wiley's stated reasons, other substantial legal, policy, and management reasons exist in support of the Chancellor's actions. For example, the Committee is concerned that permitting students to enter into leases for university-related activities and using university funds could expose the university to potential liability, and could also put students at risk. In

addition, the Committee is concerned that allowing student organizations to enter into leases using university funds “on behalf” of the university circumvents the statutory process the university must ordinarily follow when leasing property. Finally, the Committee recognizes that any decision on this issue by the Board would affect all UW System institutions, not only UW-Madison. This inherently makes decision about the appropriate allocation of segregated fees “substantial” in regard to its impact.

Conclusions

1. The student-proposed budget item would be contrary to the law and UW System policy.
2. The basis for the Chancellor’s decision is substantial.

Accordingly, the Committee recommends that the Board deny ASM’s appeal. It further recommends that the Board designate a System-wide committee to review UW System segregated fee policies including, but not limited to, the issue of whether allocable segregated fees may be used to support rental payments for off-campus facilities used by registered student organizations.

Order

The appeal by the Associated Students of Madison is denied. The Board further adopts the Committee's recommendation that a System-wide committee be tasked with reviewing the UW System's segregated fee policies including, but not limited to, the issue of whether allocable segregated fees can be used to support rental payments for off-campus facilities used by registered student organizations.

This is the _____ day of August, 2007.

Judith A. Temby
Secretary to the Board of Regents

John Wiley, Chancellor
University of Wisconsin-Madison
161 Bascom Hall
500 Lincoln Drive
Madison, Wisconsin 53706

Gestina Sewell, Chair
Associated Students of Madison
511 Memorial Union
800 Langdon Street
Madison, Wisconsin 53706

Alexander Gallagher, Chair
Associated Students of Madison
Student Services Fee Committee
511 Memorial Union
800 Langdon Street
Madison, Wisconsin 53706

2007-08 Operating Budget
including Rates for Academic Tuition,
Segregated Fees, Textbook Rental,
Room and Board, and Apartments;
Academic Tuition Refund
Policy and Schedule; and Annual
Distribution Adjustments

BOARD OF REGENTS

Resolution II:

That, upon the recommendation of the President of the University of Wisconsin System, the 2007-08 operating budget be approved, including rates for academic tuition, segregated fees, textbook rental, room and board, and apartments; the tuition refund policy and schedule; and annual distribution adjustments as attached in the document 2007-08 Operating Budget and Fee Schedules, August, 2007. The 2007-08 amounts are:

GPR	\$1,141,216,541	25.1%
<u>Academic Tuition</u>	<u>\$938,056,612</u>	<u>20.7%</u>
Total GPR/Fees	\$2,079,273,153	45.8%
<u>Other</u>	<u>\$2,463,092,122</u>	<u>54.2%</u>
Total	\$4,542,365,275	100.0%

That, the President of the UW System is authorized to adjust institutional budgets resulting from any funding changes in the final enactment of the 2007-09 biennial budget or Joint Committee on Employee Relations (JCOER) action, and further;

That, any such adjustments would be made in compliance with Regent approved annual distribution adjustment guidelines.



2007-08 Operating Budget and Fee Schedules

The University of
Wisconsin System
August, 2007

**2007-08 ANNUAL BUDGET AND FEE SCHEDULES
TABLE OF CONTENTS**

	<u>Page</u>
EXECUTIVE SUMMARY AND INTRODUCTION	i
A. CHANGES IN FUNDING	
Table A-1 UW System 2006-07 to 2007-08 Changes by Institution	A-1
B. ACADEMIC TUITION AND REFUND POLICY AND SCHEDULE	
2007-08 Tuition Rates	B-1
Table B-1 UW System Proposed 2007-08 Tuition Schedule for Full Academic Year	B-4
Table B-2 UW System Proposed 2007-08 Differential Tuition Schedule	B-5
Table B-3 UW System Recommended 2008 Summer Session Tuition Schedule	B-7
Table B-4 UW System Consolidated Schedule of Tuition and Segregated Fees	B-8
UW System Tuition Refund Policy and Schedule	B-9
C. UW AUXILIARY OPERATIONS	
Program Summary	C-1
Table C-1 2007-08 Academic Year Segregated Fees	C-3
Table C-2 2007-08 Academic Year Room and Board Rates	C-4
Table C-3 2007-08 Academic Year Segregated Fee Explanations	C-5
Table C-4 2007-08 Academic Year Textbook Rental Fees	C-9
Table C-5 2007-08 Academic Year Residence Hall and Meal Plan Rates	C-10
Table C-6 2007-08 Academic Year Other Residence Halls and Meal Plan Rates	C-13
Table C-7 2007-08 Apartment Monthly Rates	C-15
Table C-8 Auxiliary Operations Budget Summary (Funds 123, 128, 129, 528, and 530)	C-16
Table C-9 Auxiliary Resources and Expenditures	C-17
D. REVISED ANNUAL DISTRIBUTION ADJUSTMENTS	D-1
APPENDIX A: SUMMARY OF DIFFERENTIAL, PER CREDIT, AND SERVICE-BASED PRICED PROGRAMS	App-A-1
APPENDIX B: 2007-09 BIENNIAL BUDGET SUMMARY	App-B-1

2007-08 OPERATING BUDGET AND FEE SCHEDULES

EXECUTIVE SUMMARY

INTRODUCTION

The 2007-08 Operating Budget for the University of Wisconsin System is a document based on Wis. Stats. s. 36.27(1)(am) and our best assumptions for the upcoming year. At the current time, there is a great deal of uncertainty surrounding the budgetary future for the UW System. The 2007-09 biennial budget advanced by the Board of Regents was built around the Growth Agenda: providing greater Access, improved Affordability, and increased Success of students as defined by greater retention and graduation of students entering the system. The Growth Agenda also includes greater outreach to businesses and communities within the state and expanded workforce development efforts.

The Board's biennial budget request included the lowest potential tuition increases in over 20 years, averaging 2.5% over the next 2 years. That plan, as always, excluded potential raises for faculty and staff. The Board also endorsed funding of tuition remissions for veterans through the Higher Educational Aids Board (HEAB), as well as the Governor's proposed Wisconsin Covenant to increase aspirations of Wisconsin youth. All these efforts are geared towards expanding the pipeline of students entering higher education and increasing the number of baccalaureate degrees in the state. The Board followed this action in December of 2006 with a request that the state fully fund a 5.23% per year pay plan increase for each of the next four years in order to bring UW System faculty and staff to the median of their peers. Under this plan, the Board would have been able to maintain the average 2.5% per year tuition increases.

The budgets advanced by the Governor, the Joint Finance Committee, and the Senate included funding for all the Growth Agenda items, maintained the UW System's base budget (as needed to retain the infrastructure to support new programs and outreach), created the Wisconsin Covenant, established a Wisconsin Covenant Office within the Department of Administration (DOA), and increased substantially the amount of financial aid available to UW System students. Under the bi-partisan Joint Finance Committee Budget, the UW System would see a reinvestment in education of \$181 million in GPR (state resources) funding for the biennium.

The Assembly budget, passed last month, varies significantly from the other three versions of the biennial budget. While the Assembly budget provides a \$62 million increase in total, this funding would not be adequate to cover increased costs for fringe benefits, utilities, and debt service. The \$119 million in GPR base cuts in the Assembly budget would erode the foundation on which institutions were planning to implement the first biennium of the growth agenda. The following table shows the considerable differences between the GPR funding in the budgets approved by the bi-partisan Joint Finance Committee and the Assembly.

	Joint Finance	Assembly
Funding for Current Obligations	\$151,391,700	\$149,300,200
Base Budget Reductions	\$0	-\$119,202,500
New Initiatives	\$29,678,500	\$32,219,000
Total	\$181,070,200	\$62,316,700

The legislature is in the process of finalizing the 2007-09 biennial budget which will eventually serve as the basis for the University of Wisconsin System's 2007-08 and 2008-09 annual budgets. The Assembly and the Senate budgets are considerably different. The Conference Committee, which will resolve the differences between the recommended budgets, began meeting on July 25 but it may be quite a while before the final budget is known. Once the legislature approves a budget, it will be sent to the Governor for vetoes and his signature.

Although the budget is not final the Board of Regents, at its July 13th meeting, established August 7 as the deadline for taking action on the annual operating budget, including approving tuition and fee schedules, so that students and their families can be informed of the cost of their education for the upcoming year. The board will not act on the 2008-09 operating budget and tuition rates until June of 2008.

With so much uncertainty regarding the final budget, the UW System relied on the statutes for guidance. The proposed 2007-08 operating budget and tuition rates, as shown in this document, are based on the Joint Finance Committee Budget, as allowed under Wis. Stats. s. 36.27(1)(am). The final budget may change due to subsequent actions by the legislature and the Governor.

This executive summary is divided into the following four sections:

- I. 2007-09 biennial budget;
- II. 2007-08 annual budget;
- III. 2007-08 recommended tuition rates; and
- IV. auxiliary operations and other funds.

I. 2007-09 BIENNIAL BUDGET

The 2007-09 biennial budget, as advanced by the Governor and the bi-partisan Joint Finance Committee, includes funding for the Growth Agenda and cost to continue items, increases funding for utilities and debt service, maintains the statutory link for financial aid programs and, for the first time since 2000-01, does not include a base budget cut. Under the Joint Finance Committee Budget, state funding would increase \$181 million and tuition revenues would increase \$60 million.

<i>These anticipated increased costs...</i>	<i>Biennial Amount</i>
Cost to Continue including Utilities, Debt Service, Fringe Benefits, Prior Salary Increases	\$190,332,600
Financial Aid, Application Fee, and the Student Technology Fee	\$5,827,600
Board of Regent Initiatives	\$43,754,200
Governor's Initiatives	\$900,000
Legislative Initiatives	\$400,000
Total Legislative Budget	\$241,214,400
<i>... would be funded from the following sources:</i>	
State (GPR) Funding	\$181,070,200
Tuition Increases	\$60,144,200
Total Legislative Budget	\$241,214,400

Appendix B provides a detailed summary of the 2007-09 biennial budget funding changes.

As shown in the table, \$181 million (75%) of the increased funding for the UW System during the upcoming biennium would be provided by state funds. Tuition revenue would support 25% of the funding increases this biennium. This is a major state investment compared to the two previous biennia. This budget includes \$45 million in new funding to support the Recruitment and Retention fund for high demand faculty and research academic staff (\$10 million), the Growth Agenda (\$33.8 million), and other Governor (\$.9 million) and Joint Finance Committee (\$.4 million) initiatives. In addition, the state would provide \$.3 million in segregated funds to support the Discovery Farms. Most of the funding for new initiatives would begin in the 2008-09 fiscal year.

II. 2007-08 ANNUAL BUDGET

In annual terms, the Joint Finance Committee Budget provides \$93.6 million in anticipated new costs for the UW System during the 2007-08 fiscal year. The vast majority of these increased costs, \$89.6 million, are for utilities, debt service, fringe benefits and prior salary increases, financial aid, an increase in the application fee, and the student technology fee. The remainder is for the Recruitment and Retention Fund (\$3.3 million), the Biomedical Technology Alliance (\$.5 million), and increased funding for Islet Transplantation (\$.2 million). These initiatives are funded by \$72.1 million of state funding and \$21.5 million of tuition revenues. The new funding for the Growth Agenda will start in 2008-09.

<i>These anticipated increased costs ...</i>	<i>Annual Amount</i>
Cost to Continue including Utilities, Debt Service, Fringe Benefits	\$87,628,500
Financial Aid, and Application and Student Technology Fee Increases	\$1,962,200
Recruitment and Retention Fund (Board Initiative)	\$3,333,300
Biomedical Technology Alliance (Governor's Init)	\$500,000
Islet Transplantation (Governor's Initiative)	\$200,000
Joint Finance Budget	\$93,624,000
<i>... would be funded from the following sources:</i>	
State (GPR)	\$72,122,100
Tuition	\$21,501,900
Joint Finance Budget	\$93,624,000

Although not included in the Legislative Budget, the 2007-08 Operating Budget would increase to reflect health insurance estimates and compensation increases. Pay plan increases for the UW System are recommended by the Board of Regents to the Director of the Office of State Employment Relations (OSER) who then makes a recommendation to the Joint Committee on Employment Relations (JCOER). As of the date of this mailing, the Director of OSER has not made a recommendation for pay plan, nor has a JCOER meeting been scheduled. Wis. Stats. s. 36.27(1)(am) provide guidance to the UW System in this instance by allowing the Board to build an estimate of the tuition cost of their recommended pay plan into the Budget if there has not been a pay plan recommendation from OSER.

The Board of Regents requested (in December 2006) a 5.23% pay plan increase that would be paid for from state funds in the same manner as increases for most state employees. However, there is a \$94 million biennial difference in the amounts designated for the Compensation Reserve (the funds available to pay for salary and fringe benefit increases during the biennium) between the Joint Finance Committee and Assembly versions of the budget. At the low end, the Compensation Reserve would be unable to fully fund a 5.23% pay plan increase for the UW System, not even considering increases for other state employees. Given that, along with the fact that there has been no indication from OSER that they would consider fully funding salary increases for faculty and academic staff, it appears reasonable to build a budget this year that includes a combination of GPR and Fee funding. Traditionally, tuition revenues support approximately 31% of unclassified salary increases.

Although the statutes allow the UW System to build in a tuition increase that would support a 5.23% pay plan, the Board's goal of keeping tuition as low as possible while moving faculty and staff closer to their peers was considered. The UW System has estimated that peer salaries would on average increase approximately 3.1% over the next four years, as they did in the 2006-07 year. Early indications are that these estimates are reasonable. That being the case a pay plan of 3% or lower would not decrease the wide gap in faculty salaries between UW System and peer institutions. In fact, anything less than a 4% pay plan will result in UW System institutions falling further behind. And, in order to keep tuition increases low, the 4% pay plan needs to be traditionally funded. Therefore, a 4% pay plan estimate was included in the calculations for this budget.

Assuming a 4% per year salary increase, the change in the size of the salary gap is estimated to be as follows:

	2007-08	2008-09	2009-10	2010-11
Distance to Peer Median	8.5%	7.6%	6.7%	5.8%
Estimated Average Peer Increase	3.1%	3.1%	3.1%	3.1%
Pay Plan Increase at 4% per Year	-4.0%	-4.0%	-4.0%	-4.0%
Adjusted Distance to Peers	7.6%	6.7%	5.8%	4.9%

This table shows that the gap between UW System and peer institutions could be cut in half at the end of four years, sending a signal to faculty and staff that the state and the University are serious about improving the ability to recruit and retain top quality staff. If the recruitment and retention dollars approved by the Joint Finance Committee are provided in each of these biennia, the gap could be reduced to an estimated 2.5%.

The recommendation for tuition increases in this budget includes sufficient funding to provide a traditional share of a 4% pay plan increase for faculty and academic staff. The Board of Regents has the authority to recommend compensation increases for unclassified staff. For classified staff, that responsibility lies with the Office of State Employment Relations (OSER). Therefore, the recommended tuition increases only includes enough funding to support a 2% increase for classified employees. This recommendation is based on the salary guide provided by the Department of Administration in its instructions for building program revenue increases. If the estimates are inaccurate based on the pay plan approved by JCOER for unclassified and/or classified staff, the Board could adjust the tuition increases needed in the next academic year.

As shown below, the calculation of the 2007-08 UW System budget starts with the 2006-07 base and adds the amounts in the Legislative Budget, the estimated health insurance and pay plan amounts, and academic fee continuing appropriation changes, including credit outreach.

GPR/Fee Funding Changes From 2006-07 To 2007-08

	GPR	Fees	Total
2006-07 Budget	\$1,044,921,361	\$909,202,094	\$1,954,123,455
Adjustments for 2007-08			
Legislative Budget	\$72,122,100	21,501,900	\$93,624,000
Net changes for Estimated Health Insurance, Pay Plan, and other	\$24,173,080	\$7,165,865	\$31,338,945
Academic Fee Continuing Appropriation Changes, including Credit Outreach	\$0	\$186,753	\$186,753
Subtotal – 2007-08 Changes	\$96,295,180	\$28,854,518	\$125,149,698
2007-08 Budget	\$1,141,216,541	\$938,056,612	\$2,079,273,153

After pay plan and other adjustments, GPR would increase by \$96 million, and would make up 25.1% of the total funding for the University of Wisconsin System in 2007-08. After pay plan and other adjustments, tuition revenue would increase by \$29 million in 2007-08. Tuition support would represent 20.7% of the total UW System budget, a slight decrease from 21.1% in 2006-07.

Table A-1 provides a detailed allocation of changes in GPR/Fee funding by institution from 2006-07 to 2007-08.

III. 2007-08 RECOMMENDED ANNUAL TUITION RATES

Recommended annual tuition increases for resident undergraduate students are \$330 at UW-Madison, \$323 at UW-Milwaukee, and \$251 at the UW Comprehensive institutions for the 2007-08 year. These represent the lowest dollar increases in tuition in five years. Consistent with recent practice, tuition increases for most other resident students are at the same dollar amount as undergraduate resident students.

In order to maintain a low cost entry point for the UW System, tuition at the UW Colleges will be frozen at 2006-07 rates. This change recognizes the need to maintain lower cost alternatives for residents across the state. Wisconsin residents can be assured that the UW System is seeking alternatives to ensure that every citizen can have an access point for higher education. By breaking from the tradition of keeping UW Colleges tuition closely tied to the tuition of the Comprehensive institutions, the System recognizes that families need to have an option that will bring their education close to home with lower cost and accumulate savings to help with the cost of a four year degree. It also provides a lower cost entry point for place-bound adult students.

Earlier this Spring, President Reilly asked for a thorough review of tuition and financial aid policies and practices. An Advisory Group on Tuition and Financial Aid began meeting in June to develop recommendations for the System to consider as part of its Strategic Planning process. The group is expected to provide a preliminary report by early Fall.

The recommended increases for undergraduate nonresident students are \$580 at UW-Madison, \$449 at UW-Milwaukee, and \$350 at the Comprehensive universities. These increases will be sufficient for these students to cover the full costs of their education plus the equivalent of the average state support for a resident student. These competitive nonresident undergraduate rates will help increase access for resident undergraduate students.

The state statutes require the Board of Regents to provide a remission of academic fees of 100% to certain eligible veterans and their families. Section B provides more information on these remissions. The Joint Finance Committee budget provides \$5,013,700 in the Higher Educational Aids Board's budget to reimburse the UW System and the Wisconsin Technical College System for these benefits in the 2007-08 fiscal year. However, the two systems estimate that because of the increase in the number of students benefiting from these remissions, the combined cost of the remissions will be \$23.1 million in 2007-08, leaving an estimated shortfall of \$18.1 million for the two systems. Veterans remissions provided by the UW System alone in Summer 2006, Fall 2006, and Spring 2007 totaled \$7.1 million (\$6.7 million of tuition and \$.4 million of segregated fees), even though veterans were only provided a 50% remission of tuition and fees (instead of the 100% effective July 1, 2007).

IV. AUXILIARY OPERATIONS AND OTHER FUNDS

Recommended segregated fee rate increases average 8.7% for 2007-08. Reasons for the rate increases include:

- Student approved facility enhancements at UW-Madison, UW-Eau Claire, UW-Oshkosh, UW-Parkside, UW-River Falls, UW-Stevens Point and UW-Superior.
- Higher costs associated with new student approved or initiated programs were also a factor. Table C-3 provides a more detailed explanation of all the segregated fee increases.

Recommended segregated fee increases at the UW Colleges average 4.0%. Increases are largely due to student activity funding requirements and adjustments to reflect enrollment changes.

Recommended Room and Board rates at the four year institutions increased an average of 5.4%. Increases are primarily attributed to the following:

- New and renovated residence halls and facility maintenance projects at UW-Madison, UW-Milwaukee, UW-Oshkosh, UW-Parkside, UW-Platteville, UW-River Falls and UW-Whitewater.
- Higher costs associated with increases in meal plan changes at UW-Madison, UW-Eau Claire, UW-Stevens Point and UW-Whitewater.

The 2007-08 auxiliary operations budget includes adjustments covering increased compensation, supplies and expenses, added health care costs, new services, and additional capital expenditures. Planned expenditures will increase 3.4% in 2007-08 to \$612.7 million.

Total Other Funds, which include auxiliaries, federal and private gifts, grants, and contracts, other operating receipts, noncredit instruction, and trust funds, will increase \$102 million. This is a 4.2% increase over 2006-07, and will support 54.2% of the total budget, down slightly from 54.7% in 2006-07.

A. CHANGES IN FUNDING

TABLE A-1
University of Wisconsin System
FY 2007-08 Annual Budget
Changes By Institution
GPR/Fees

	2006-2007 GPR/Fees	High Demand Faculty Retention	Compensation*	Tuition Targets and Differential Tuition	Financial Aid	Utilities	Debt Service	Other**	2007-2008 GPR/Fees	Total Change
Madison	592,038,284	1,449,575	12,262,241	1,031,256	266,297	9,018,191	6,132,380	(50,280)	622,147,944	30,109,660
Milwaukee	200,040,921	321,316	3,951,481	0	210,387	994,136	1,886,524	394,024	207,798,789	7,757,868
Eau Claire	67,801,169	117,190	1,443,103	200,000	5,260	56,894	764,456	24,502	70,412,574	2,611,405
Green Bay	34,945,041	44,937	676,862	0	11,287	710,574	500,687	12,947	36,902,335	1,957,294
La Crosse	58,068,918	98,261	1,110,856	0	37,012	600,722	728,695	4,548	60,649,012	2,580,094
Oshkosh	67,353,500	101,156	1,304,434	0	45,685	348,448	745,086	37,719	69,936,028	2,582,528
Parkside	33,879,873	41,704	676,419	0	3,363	591,929	526,048	2,686	35,722,022	1,842,149
Platteville	45,240,382	70,564	771,831	0	13,540	94,319	576,740	(88,275)	46,679,101	1,438,719
River Falls	39,758,523	70,489	796,754	0	10,377	(76,993)	527,508	10,148	41,096,806	1,338,283
Stevens Point	59,851,840	98,720	1,135,576	0	22,550	163,864	62,590	10,107	61,345,247	1,493,407
Stout	54,695,237	81,878	1,113,406	0	31,329	327,503	1,345,598	28,913	57,623,864	2,928,627
Superior	22,305,621	30,424	462,619	0	13,522	(276,463)	344,202	6,166	22,886,091	580,470
Whitewater	63,538,298	105,654	1,191,536	0	61,212	(555,812)	759,986	95,574	65,196,448	1,658,150
Colleges	50,695,493	82,047	1,165,767	0	6,579	(163,364)	0	(170,042)	51,616,480	920,987
Extension	78,283,694	76,685	1,587,517	0	0	18,464	0	301,061	80,267,421	1,983,727
System Admin./Systemwide	57,985,747	0	448,668	0	0	(25,312)	0	(3,458,252)	54,950,851	(3,034,896)
System Total-Excl. Fringe Benefits	1,526,482,541	2,790,600	30,099,070	1,231,256	738,400	11,827,100	14,900,500	(2,838,454)	1,585,231,013	58,748,472
Pay Plan ***			35,404,453						35,404,453	35,404,453
Fringe Benefits	427,640,914	542,700	29,878,310	55,499				520,264	458,637,687	30,996,773
System Total	1,954,123,455	3,333,300	95,381,833	1,286,755	738,400	11,827,100	14,900,500	(2,318,190)	2,079,273,153	125,149,698

* Includes full funding of April 2007 2.25% pay plan increases, 2005-07 classified parity adjustments and related fringe benefits.

** Includes -\$6.6 million for the Veterans Remissions Shortfall, \$0.5 million for the Biomedical Technology Alliance, \$.27 million for Credit Extension, \$.2 million for the Islet Transplantation Program, and \$.12 million for the Student Technology Fee.

*** Includes a 4% increase for faculty and academic staff, and 2% for classified staff.

**B. ACADEMIC TUITION AND
REFUND POLICY AND SCHEDULE**

2007-08 TUITION RATES

Recommended Tuition Increases: Recommended tuition increases for resident undergraduate students are \$330 at UW-Madison, \$323 at UW-Milwaukee, and \$251 at the UW Comprehensive universities for the 2007-08 academic year. These are the lowest dollar increases in five years. Consistent with recent Board practice, recommended tuition increases for most other student groups are at the same dollar amount as those for undergraduate resident students.

The recommendation for the UW Colleges is to freeze tuition at 2006-07 rates. This would provide a lower-cost entry point for students at 13 campuses across the state.

The recommended increases for undergraduate nonresident students are \$580 at UW-Madison, \$449 at UW-Milwaukee, and \$350 at the Comprehensive universities. These increases will be sufficient for these students to cover the full costs of their education plus the equivalent of the average state support for a resident student. These competitive nonresident undergraduate rates will help increase access for resident undergraduate students.

Peer Comparisons: The following table summarizes the distance to the peer median for UW System institutions (tuition and segregated fees) in 2006-07, and the proposed changes for 2007-08. The table shows that tuition at UW System universities is significantly lower than at peer institutions, and will remain so in 2007-08.

2006-07 PEER GROUP TUITION AND FEE COMPARISONS				
	<u>Tuition and Segregated Fees</u>	<u>Peer Group Midpoint</u>	<u>Distance From Peer Midpoint</u>	<u>Proposed 2007-08 Change</u>
<u>UW-MADISON</u>				
Resident Undergraduate	\$6,726	\$8,882	-\$2,156	\$458
Nonresident Undergraduate	\$20,726	\$21,213	-\$487	\$708
Resident Graduate	\$9,180	\$9,432	-\$252	\$458
Nonresident Graduate	\$24,450	\$19,798	\$4,652	\$458
<u>UW-MILWAUKEE</u>				
Resident Undergraduate	\$6,627	\$7,789	-\$1,162	\$327
Nonresident Undergraduate	\$16,228	\$16,508	-\$280	\$454
Resident Graduate	\$8,922	\$8,778	\$144	\$327
Nonresident Graduate	\$23,288	\$18,399	\$4,889	\$327
<u>UW COMPRHENSIVES</u>				
Resident Undergraduate	\$5,412	\$6,490	-\$1,078	\$243 to \$429
Nonresident Undergraduate	\$12,887	\$12,854	\$33	\$342 to \$526
Resident Graduate	\$6,709	\$6,988	-\$279	\$243 to \$375
Nonresident Graduate	\$17,319	\$12,821	\$4,498	\$243 to \$375

Projected Peer Increases: The following table summarizes 2007-08 estimated academic year tuition and dollar increases over 2006-07 actual academic year tuition for UW-Madison and its peer institutions. UW-Madison's dollar increase would be among the lowest, and would be \$127 less than the average peer increase. Tuition at Ohio State will not be increasing because the state provided sufficient funding to offset the need for a tuition increase.

UW-MADISON 2007-08 RESIDENT UNDERGRADUATE TUITION COMPARISON (1)

	<u>Dollar Increase</u>	<u>Estimated Tuition</u>
Illinois (2)	\$732	\$8,440
Indiana (2)	\$343	\$7,000
Iowa (2)	\$266	\$5,376
Michigan (2)	\$761	\$10,231
Michigan State (2)	\$874	\$8,944
Minnesota (2)	\$362	\$7,950
Ohio State (2)	\$0	\$7,983
Purdue (2), (3)	\$320	\$7,416
UW-Madison	\$330	\$6,330
Average Excluding Madison	\$457	\$7,918

- (1) Rates shown are for new, entering students.
- (2) Tuition rates shown are final.
- (3) Includes tuition and segregated fees.

Law School Tuition: In addition to the general \$330 increase for most UW-Madison students, recommended tuition for Law School students will increase \$596 for residents and \$1,500 for nonresidents as the fourth phase of a five-year quality improvement plan. The additional funding will enable the Law School to add a faculty position in the area of law, science, and technology and another faculty position in business law; to enhance the global legal studies center and study abroad opportunities; to supplement the professional staff in the Law School Admissions and Financial Aid Offices; and to improve library information systems, student computer laboratories, web-based student services, and classroom technologies.

School of Pharmacy Tuition: Tuition for resident students in the School of Pharmacy is recommended to increase by the same percentage as resident undergraduate students, and tuition for nonresidents would increase by the same dollar amount. The additional funding will be used to enhance and support clerkship sites located throughout Wisconsin with a focus on rural parts of the state. This will help address key areas of pharmacist shortages. The funding will also provide additional support for laboratory courses and for student services.

Special Pricing Adjustments Previously Approved by the Board of Regents:

- This is the sixth year of UW-Stout's pilot laptop program, which includes per-credit tuition and an additional per-credit laptop fee. During 2007-08, the per-credit tuition and laptop fee will apply to the vast majority of undergraduate students, excluding any still grandfathered in under the plateau system. The majority of graduate students (except those grandfathered into the plateau system) will participate in the per-credit tuition pilot, but are not included in the laptop program.
- This is the fourth year of UW-Milwaukee's program differentials in the College of Business Administration, College of Engineering and Applied Science, College of Nursing, and the Peck School of the Arts. With the exception of a few core classes, students taking courses within these Colleges/Schools will be charged an additional amount per credit; \$20, \$20, \$30, and \$20, respectively. The College of Engineering and Applied Science differential applies to both undergraduate and graduate students, while the others apply only to undergraduates.

- UW-Milwaukee's program differential for the School of Architecture and Urban Planning will be \$11 per credit for all Department of Architecture courses and an additional \$30 per credit for all courses at the 200-800 levels.
- This is the second year that UW System institutions will be participating in the Midwest Student Exchange Program. Undergraduate and graduate students from participating states who are admitted through this program will be charged 150 percent of resident tuition.
- This is the first year of the tuition differentials for UW-River Falls and for Undergraduate students in the UW-Madison School of Business. These differentials were approved by the Board of Regents during its April 2007 meeting.

Remissions Programs for Veterans: This is the third year of the veterans' remission program. Eligibility is defined in Wis. Stats. Chapter 45. The costs of these remissions, which exceeded \$6.7 million in 2006-07, are not built into the 2007-08 tuition rates. A special subcommittee of the Board of Regents is working with legislators and the Governor to identify a way to cover these growing costs.

Tuition Tables: The recommended 2007-08 tuition schedule is shown in Table B-1. Table B-2 lists all UW System differential tuition programs and rates for 2007-08. A description of these programs is provided in Appendix A. The 2008 summer session tuition schedule is shown in Table B-3. Table B-4 shows the consolidated schedule of tuition and segregated fees for 2007-08. The UW System tuition refund policy and schedule follows on pages B-9 and B-10.

TABLE B-1

**UNIVERSITY OF WISCONSIN SYSTEM
PROPOSED 2007-08
TUITION SCHEDULE
FOR FULL ACADEMIC YEAR**

	2006-07 TUITION	2007-08 TUITION			
		ANNUAL TUITION	SEMESTER TUITION	DOLLAR INCREASE (Academic Year)	SEMESTER INCREASE
UW-MADISON					
<u>Resident</u>					
Undergraduate	\$6,000	\$6,330	\$3,165	\$330	\$165
Graduate	\$8,454	\$8,784	\$4,392	\$330	\$165
Business Masters	\$9,910	\$10,240	\$5,120	\$330	\$165
Law School	\$11,923	\$12,850	\$6,425	\$926	\$463
Medical School	\$21,534	\$21,864	\$10,932	\$330	\$165
Veterinary School	\$15,652	\$15,982	\$7,991	\$330	\$165
<u>Nonresident</u>					
Undergraduate	\$20,000	\$20,580	\$10,290	\$580	\$290
Graduate	\$23,724	\$24,054	\$12,027	\$330	\$165
Business Masters	\$25,348	\$25,678	\$12,839	\$330	\$165
Law School	\$30,086	\$31,916	\$15,958	\$1,830	\$915
Medical School	\$32,658	\$32,988	\$16,494	\$330	\$165
Veterinary School	\$23,724	\$24,054	\$12,027	\$330	\$165
UW-MILWAUKEE					
<u>Resident</u>					
Undergraduate	\$5,868	\$6,191	\$3,095	\$323	\$161
Graduate	\$8,164	\$8,486	\$4,243	\$323	\$161
Business Masters	\$9,558	\$9,880	\$4,940	\$323	\$161
<u>Nonresident</u>					
Undergraduate	\$15,470	\$15,919	\$7,960	\$449	\$225
Graduate	\$22,530	\$22,852	\$11,426	\$323	\$161
Business Masters	\$23,994	\$24,316	\$12,158	\$323	\$161
UW COMPREHENSIVE UNIVERSITIES					
<u>Resident</u>					
Undergraduate	\$4,568	\$4,819	\$2,410	\$251	\$126
Graduate	\$5,910	\$6,161	\$3,081	\$251	\$126
Business Masters	\$6,464	\$6,715	\$3,358	\$251	\$126
<u>Nonresident</u>					
Undergraduate	\$12,042	\$12,392	\$6,196	\$350	\$175
Graduate	\$16,520	\$16,771	\$8,386	\$251	\$126
Business Masters	\$17,100	\$17,351	\$8,676	\$251	\$126
UW COLLEGES					
<u>Resident</u>					
	\$4,268	\$4,268	\$2,134	\$0	\$0
<u>Nonresident</u>					
	\$11,252	\$11,252	\$5,626	\$0	\$0

Refer to Table B-2 for tuition rates of the differential tuition programs previously approved by the Board of Regents.

Tuition rates shown in this table have been rounded to the dollar. Campus fee schedules and student billing statements will include actual rates that will be within a dollar of these rates.

TABLE B-2

UNIVERSITY OF WISCONSIN SYSTEM
PROPOSED 2007-08
DIFFERENTIAL TUITION SCHEDULE
(for semester rate, divide academic year by 2)

	2007-08		2008 SUMMER SESSION
	ACADEMIC YEAR TUITION	SEMESTER TUITION	
UW-MADISON			
<u>Resident</u>			
Bachelor's of Business Administration	\$7,330	\$3,665	\$1,833
Certificate in Business	\$6,630	\$3,315	\$1,658
Pharmacy	\$11,597	\$5,798	\$2,899
<u>Nonresident</u>			
Bachelor's of Business Administration	\$21,580	\$10,790	\$5,395
Certificate in Business	\$20,880	\$10,440	\$5,220
Pharmacy	\$24,054	\$12,027	\$6,014
UW-MILWAUKEE			
<u>Resident</u>			
Communication Science & Disorders	\$10,183	\$5,092	\$2,546
Occupational Therapy	\$10,183	\$5,092	\$2,546
<u>Nonresident</u>			
Communication Science & Disorders	\$27,422	\$13,711	\$6,856
Occupational Therapy	\$27,422	\$13,711	\$6,856
<u>Resident and Nonresident Students (b)</u>			
College of Business Administration	\$20/credit	\$20/credit	\$20/credit
College of Engineering and Applied Science	\$20/credit	\$20/credit	\$20/credit
College of Nursing	\$30/credit	\$30/credit	\$30/credit
Peck School of the Arts	\$20/credit	\$20/credit	\$20/credit
Department of Architecture 100 Level Courses	\$11/credit	\$11/credit	\$11/credit
Dept of Architecture 200-800 Level Courses	\$41/credit	\$41/credit	\$41/credit
UW-EAU CLAIRE			
<u>Resident</u>			
Undergraduate	\$4,968	\$2,484	\$1,242
<u>Nonresident</u>			
Undergraduate	\$12,541	\$6,270	\$3,135
Return to Wisconsin Program	\$9,443	\$4,721	\$2,361
Midwest Student Exchange - Undergraduate	\$7,378	\$3,689	\$1,844
UW-LA CROSSE			
<u>Resident</u>			
Undergraduate	\$4,876	\$2,438	\$1,219
Graduate	\$6,218	\$3,109	\$1,727
Occupational Therapy	\$7,451	\$3,725	\$2,070
Business Masters	\$6,773	\$3,386	\$1,881
Physical Therapy/Physician Assistant	\$7,451	\$3,725	\$2,070
<u>Nonresident</u>			
Undergraduate	\$12,449	\$6,224	\$3,112
Return to Wisconsin Program	\$9,351	\$4,675	\$2,338
Midwest Student Exchange - Undergraduate	\$7,286	\$3,643	\$1,821
Graduate	\$16,828	\$8,414	\$4,675
Midwest Student Exchange - Graduate	\$9,299	\$4,649	\$2,583
Occupational Therapy	\$20,182	\$10,091	\$5,606
Business Masters	\$17,409	\$8,704	\$4,836
Midwest Student Exchange - Bus Masters	\$10,130	\$5,065	\$2,814
Physical Therapy/Physician Assistant	\$20,182	\$10,091	\$5,606
UW-OSHKOSH			
<u>Resident</u>			
Undergraduate	\$4,929	\$2,465	\$1,232
<u>Nonresident</u>			
Undergraduate	\$12,502	\$6,251	\$3,126
Return to Wisconsin Program	\$9,404	\$4,702	\$2,351
Midwest Student Exchange - Undergraduate	\$7,339	\$3,669	\$1,835

TABLE B-2 (Continued)

UNIVERSITY OF WISCONSIN SYSTEM PROPOSED 2007-08 DIFFERENTIAL TUITION SCHEDULE (for semester rate, divide academic year by 2)

	2007-08		2008
	ACADEMIC YEAR TUITION	SEMESTER TUITION	SUMMER SESSION TUITION (a)
UW-PLATTEVILLE			
<u>Nonresident</u>			
Undergraduate Tri-State Initiative	\$8,819	\$4,410	\$2,205
UW-RIVER FALLS			
<u>Resident</u>			
Undergraduate	\$4,891	\$2,446	\$1,223
<u>Nonresident</u>			
Undergraduate	\$12,464	\$6,232	\$3,116
Return to Wisconsin Program	\$9,366	\$4,683	\$2,341
UW-STOUT			
<u>Resident</u>			
Undergraduate - Per Credit Tuition	\$178.90	\$178.90	\$178.90
Undergraduate - Plateau Tuition	\$5,060	\$2,530	\$1,265
Graduate - Per Credit Tuition	\$296.15	\$296.15	\$296.15
Graduate - Plateau Tuition	\$6,469	\$3,235	\$1,797
<u>Nonresident</u>			
Undergraduate - Per Credit Tuition	\$437.09	\$437.09	\$437.09
Midwest Student Exchange - Undergraduate Per Credit	\$264.09	\$264.09	\$264.09
Undergraduate - Plateau Tuition	\$12,633	\$6,316	\$3,158
Graduate - Per Credit Tuition	\$517.99	\$517.99	\$517.99
Midwest Student Exchange - Graduate Per Credit	\$437.17	\$437.17	\$437.17
Graduate - Plateau Tuition	\$17,079	\$8,540	\$4,744
UW-SUPERIOR			
<u>Resident</u>			
Undergraduate	\$4,969	\$2,485	\$1,242
<u>Nonresident</u>			
Undergraduate	\$12,542	\$6,271	\$3,136
Midwest Student Exchange - Undergraduate	\$7,379	\$3,689	\$1,845
UW-WHITEWATER			
<u>Resident</u>			
Undergraduate	\$4,988	\$2,494	\$1,247
<u>Nonresident</u>			
Undergraduate	\$12,560	\$6,280	\$3,140
Return to Wisconsin Program	\$9,462	\$4,731	\$2,366
Midwest Student Exchange - Undergraduate	\$7,397	\$3,699	\$1,849
UW COLLEGES			
<u>Resident</u>			
Undergraduate	\$4,268	\$2,134	\$1,067
<u>Nonresident</u>			
Undergraduate	\$11,252	\$5,626	\$2,813
Midwest Student Exchange	\$6,402	\$3,201	\$1,601
RETURN TO WISCONSIN PROGRAM (c)	\$9,294	\$4,647	\$2,323
MIDWEST STDT EXCHANGE - UNDERGRAD (c)	\$7,229	\$3,614	\$1,807
MIDWEST STDT EXCHANGE - GRADUATE (c)	\$9,242	\$4,621	\$2,567
MIDWEST STDT EXCHANGE - BUS MSTRS (c)	\$10,073	\$5,037	\$2,798

*The Board of Regents approved a phased in per-credit tuition model for UW-Stout to accompany its mandatory laptop computer initiative; in 2007-08, all students who entered in Fall 2002 or after will be assessed on a per-credit basis; students who entered before Fall 2002 will continue under the previous plateau model. The mandatory laptop computer initiative only applies to undergraduate students.

(a) Represents tuition for a full-time summer session student, which is defined as half of the full-time academic year semester load.

(b) These per credit amounts are in addition to the regular per credit tuition for students taking courses in these disciplines.

(c) The program rate for Comprehensive campuses without differentials.

Tuition rates shown in this table have been rounded to the dollar. Campus fee schedules and student billing statements will include actual rates that will be within a dollar of these rates.

TABLE B-3

**UNIVERSITY OF WISCONSIN SYSTEM
RECOMMENDED 2008 SUMMER SESSION
TUITION SCHEDULE (a)**

	<u>2007 Tuition</u>	<u>Proposed 2008 Tuition</u>
UW-MADISON (b)		
<u>Resident</u>		
Undergraduate	\$1,500	\$1,583
Graduate	\$2,114	\$2,196
Business Masters	\$2,478	\$2,560
Law School	\$2,981	\$3,212
<u>Nonresident</u>		
Undergraduate	\$5,000	\$5,083
Graduate	\$5,931	\$6,014
Business Masters	\$6,337	\$6,420
Law School	\$7,522	\$7,979
UW-MILWAUKEE (b)		
<u>Resident</u>		
Undergraduate	\$1,467	\$1,548
Graduate	\$2,041	\$2,122
Business Masters	\$2,389	\$2,470
<u>Nonresident</u>		
Undergraduate	\$3,867	\$3,980
Graduate	\$5,632	\$5,713
Business Masters	\$5,998	\$6,079
UW COMPREHENSIVE UNIVERSITIES GENERAL RATES (b)		
<u>Resident</u>		
Undergraduate	\$1,142	\$1,205
Graduate (c)	\$1,642	\$1,712
Business Masters	\$1,796	\$1,865
<u>Nonresident</u>		
Undergraduate	\$3,011	\$3,098
Graduate (c)	\$4,589	\$4,659
Business Masters	\$4,750	\$4,820
UW COLLEGES		
<u>Resident</u>	\$1,067	\$1,067
<u>Nonresident</u>	\$2,813	\$2,813

- (a) The rates shown represent the tuition paid by a full-time summer session student, which is defined as one-half of the full-time semester load for the academic year.
- (b) Refer to Table B-2 for summer session tuition rates of differential tuition programs approved by the Board of Regents.
- (c) Graduate students at UW-Eau Claire, UW-Oshkosh, UW-Platteville, UW-River Falls, and UW-Superior pay tuition on a per credit basis.

Tuition rates shown in this table have been rounded to the dollar. Campus fee schedules and student billing statements will include actual rates that will be within a dollar of these rates.

TABLE B-4

UNIVERSITY OF WISCONSIN SYSTEM
CONSOLIDATED SCHEDULE OF TUITION AND SEGREGATED FEES
2007-08 ACADEMIC YEAR
(Some Segregated Fees Rounded To The Nearest Dollar)

	ACADEMIC TUITION			SEGREGATED FEES PAID BY ALL STUDENTS (a)	TOTAL TUITION AND FEES		
	Residents	Nonresidents	Minnesota Reciprocity		Residents	Nonresidents	Minnesota Reciprocity
<u>DOCTORAL UNIVERSITIES</u>							
<u>Undergraduate</u>							
Madison	\$6,330	\$20,580	\$7,950	\$854	\$7,184	\$21,434	\$8,804.00
Milwaukee	\$6,191	\$15,919	\$7,700	\$763	\$6,953	\$16,682	\$8,463
<u>Graduate</u>							
Madison	\$8,784	\$24,054	\$9,740	\$854	\$9,638	\$24,908	\$10,594
Milwaukee	\$8,486	\$22,852	\$9,740	\$763	\$9,249	\$23,615	\$10,503
Law	\$12,850	\$31,916	\$20,000	\$854	\$13,704	\$32,770	\$20,854
Medicine	\$21,864	\$32,988	NA	\$854	\$22,718	\$33,842	NA
Veterinary Medicine	\$15,982	\$24,054	NA	\$854	\$16,836	\$24,908	NA
<u>COMPREHENSIVE UNIVERSITIES GENERAL RATES</u>							
<u>Undergraduate</u>							
EAU CLAIRE	\$4,968	\$12,541	\$5,362	\$705	\$5,673	\$13,245	\$6,067
GREEN BAY	\$4,819	\$12,392	\$5,362	\$1,140	\$5,959	\$13,532	\$6,502
LA CROSSE	\$4,876	\$12,449	\$5,362	\$817	\$5,693	\$13,266	\$6,179
OSHKOSH	\$4,929	\$12,502	\$5,362	\$760	\$5,689	\$13,262	\$6,122
PARKSIDE	\$4,819	\$12,392	\$5,362	\$936	\$5,755	\$13,328	\$6,298
PLATTEVILLE	\$4,819	\$12,392	\$5,362	\$787	\$5,606	\$13,179	\$6,149
RIVER FALLS	\$4,891	\$12,464	\$5,362	\$861	\$5,752	\$13,324	\$6,223
STEVENS POINT	\$4,819	\$12,392	\$5,362	\$880	\$5,699	\$13,272	\$6,242
STOUT	\$5,060	\$12,633	\$5,362	\$628	\$5,688	\$13,261	\$5,990
SUPERIOR	\$4,969	\$12,542	\$5,362	\$942	\$5,911	\$13,484	\$6,304
WHITEWATER	\$4,988	\$12,560	\$5,362	\$740	\$5,728	\$13,301	\$6,102
<u>Graduate</u>							
EAU CLAIRE	\$6,161	\$16,771	\$6,549	\$705	\$6,866	\$17,476	\$7,254
GREEN BAY	\$6,161	\$16,771	\$6,549	\$1,140	\$7,301	\$17,911	\$7,689
LA CROSSE	\$6,218	\$16,828	\$6,549	\$817	\$7,035	\$17,645	\$7,366
OSHKOSH	\$6,161	\$16,771	\$6,549	\$760	\$6,921	\$17,531	\$7,309
PARKSIDE	\$6,161	\$16,771	\$6,549	\$936	\$7,097	\$17,707	\$7,485
PLATTEVILLE	\$6,161	\$16,771	\$6,549	\$787	\$6,948	\$17,558	\$7,336
RIVER FALLS	\$6,161	\$16,771	\$6,549	\$861	\$7,022	\$17,632	\$7,410
STEVENS POINT	\$6,161	\$16,771	\$6,549	\$880	\$7,042	\$17,651	\$7,429
STOUT	\$6,469	\$17,079	\$6,549	\$628	\$7,097	\$17,707	\$7,177
SUPERIOR	\$6,161	\$16,771	\$6,549	\$942	\$7,104	\$17,714	\$7,491
WHITEWATER	\$6,161	\$16,771	\$6,549	\$740	\$6,902	\$17,512	\$7,289
<u>UW COLLEGES</u>							
BARABOO/SAUK	\$4,268	\$11,252	\$3,930	\$351	\$4,618	\$11,602	\$4,281
BARRON	\$4,268	\$11,252	\$3,930	\$254	\$4,521	\$11,505	\$4,184
FOND DU LAC	\$4,268	\$11,252	\$3,930	\$271	\$4,539	\$11,523	\$4,201
FOX VALLEY	\$4,268	\$11,252	\$3,930	\$224	\$4,492	\$11,475	\$4,154
MANITOWOC	\$4,268	\$11,252	\$3,930	\$253	\$4,521	\$11,505	\$4,183
MARATHON	\$4,268	\$11,252	\$3,930	\$239	\$4,507	\$11,491	\$4,169
MARINETTE	\$4,268	\$11,252	\$3,930	\$218	\$4,486	\$11,470	\$4,148
MARSHFIELD/WOOD	\$4,268	\$11,252	\$3,930	\$253	\$4,521	\$11,505	\$4,183
RICHLAND	\$4,268	\$11,252	\$3,930	\$290	\$4,558	\$11,542	\$4,220
ROCK	\$4,268	\$11,252	\$3,930	\$271	\$4,539	\$11,523	\$4,201
SHEBOYGAN	\$4,268	\$11,252	\$3,930	\$262	\$4,530	\$11,513	\$4,192
WASHINGTON	\$4,268	\$11,252	\$3,930	\$256	\$4,524	\$11,508	\$4,186
WAUKESHA	\$4,268	\$11,252	\$3,930	\$229	\$4,497	\$11,481	\$4,159

(a) Excludes United Council of UW Student Government's Fee Assessment of \$4.00 annually.

NA = not applicable.

Tuition rates shown in this table have been rounded to the dollar. Campus fee schedules and student billing statements will include actual rates that will be within a dollar of these rates.

UW System Tuition Refund Policy and Schedule

Refunds shall be made in accordance with Section Q. Refunds/Withdrawals/Drops and Attachment C of the Financial and Administrative Policy F44.

Q. Refunds/Withdrawals/Drops

UW System institutions are responsible for complying with federal regulations governing participation in the student financial assistance programs authorized under Title IV of the Higher Education Act of 1965, as amended. To the extent that these regulations require a larger refund to federal funding sources than the amount specified by the refund policy stipulated below, the student will be responsible for the difference.

For refund, withdrawal, drop/adds and late payment purposes, the first session week is defined to end as of the close of regular business on Friday of the first full calendar week or, at the institution's option, after five class days.

Up to the end of the second session week (as institutionally defined) or the end of the 10th day of class, refunds for any credit reduction shall be at 100 percent (less the optional withdrawal fee). During the third and fourth session week, the refund shall be reduced to 50 percent and after the fourth session week, there shall be no refunds of tuition. At the institution's option, a flat add/drop fee as approved by the Vice President for Business and Finance may be assessed after the 100 percent refund period to cover administrative costs. The fee shall be deposited to Fund 128.

The burden of proof in determining the date of withdrawal/drop shall be on the student. The same refund schedule shall apply to both withdrawals and class drops. During the 100 percent refund period, a student who adds and drops credits of concurrently offered classes within the same session week shall be assessed additional fees or receive a refund based on the net result of those adds and drops. After the 100 percent refund period, students will be assessed for all adds and drops. If a part-time student only adds credits during the session week, the credits should be assessed at the full per-credit rate disregarding any previous refunds. Undergraduate students who take 12 through 18 credits and graduate students should not pay more than full-time student fees. Undergraduates who take more than 18 credits shall have the refund schedule applied to those credits which exceed the 18 credit plateau. Exceptions to this provision must have the prior approval of the Vice President for Business and Finance or designee.

In those instances in which a student can document nonattendance at the institution after having enrolled in one or more courses, the student shall be assessed fees equal to 20 percent of the original fees due, reduced to resident rates, plus the late payment fee.

The refund policy may be adjusted for differences in starting dates and session lengths. Exceptions may be made, at the institution's option, for changing sections within a course.

At the institution's option, a withdrawal fee not to exceed \$50.00 may be assessed during the first session week and up to \$100 during the second session week. The withdrawal fee shall be deposited to Fund 128 and used to support the fee collection operations and defray the cost of processing withdrawals.

ATTACHMENT C

REFUND AND PAYMENT SCHEDULES FOR WITHDRAWALS OR DROPS

SESSION LENGTH	REFUND SCHEDULE FOR WITHDRAWALS OR DROPS					PAYMENT SCHEDULE FOR WITHDRAWAL, CANCELLATION OF REGISTRATION OR DROPS WITHOUT PAYMENT OF FEES (Assessment for administrative costs is in addition to percents noted.)				
	Week of Session					Week of Session				
	Week 1	Week 2	Week 3	Week 4	Thereafter	Week 1	Week 2	Week 3	Week 4	Thereafter
12 weeks and over	100%	100%	50%	50%	None	None	None	50%	50%	100%
8 weeks thru 11 weeks	100%	50%	25%	None	None	None	50%	75%	100%	
5 weeks thru 7 weeks	100%	50%	None	None		None	50%	100%	100%	
3 weeks thru 4 weeks	100%	25%	None	None		None	75%	100%	100%	
2 weeks	100%	None				None	100%			

NOTE: For sessions of shorter duration, campuses should extend schedules appropriately.

Source: Financial Policy and Procedure Paper #44.

C. UW AUXILIARY OPERATIONS

Summary of Auxiliary Rate Increases

As approved by the Board of Regents in 1996, explanations of auxiliary rate increases will focus on those above the 3 year rolling average increase in Wisconsin Disposable Income Per Capita (3.9 percent for 2007-08). General increases across the system include the following:

- **Segregated fee rate increases average 8.7 percent.**

Ten of the thirteen four-year institutions exceeded the 3.9 percent threshold for the following reasons:

Nine of the four year institutions exceeded the 3.9 percent threshold due to major projects and student approved facility enhancements at UW-Madison, UW-Eau Claire, UW-Oshkosh, UW-Parkside, UW-Platteville, UW-River Falls, UW-Stevens Point, UW-Superior, and UW-Whitewater.

Excluding major projects segregated fees increased by an average of \$21 or 2.7 percent.

Other costs influencing segregated fee increases include higher compensation, student initiated programming, and supplies and expenses.

Table C-3 provides a more detailed explanation of all the segregated fee increases beyond the 3.9 percent threshold.

- **Segregated fee increases at the UW Colleges average 4.0 percent.**

Three of the thirteen Colleges exceeded the 3.9 percent threshold due to enrollment shifts, student activity funding, and student initiated programming.

- **Room and Board rate increases average 5.4 percent**

Nine of the fourteen institutions offering student housing exceed the 3.9 percent threshold for the following reasons:

New and renovated residence halls at UW-Madison, UW-Oshkosh, UW-Parkside, and UW-Whitewater

Facility maintenance projects at UW-Milwaukee, UW-Oshkosh, UW-Parkside, UW-River Falls, and UW-Stevens Point.

Other costs influencing room and board increases include higher compensation, debt service, supply and expenses, and utilities. Table C-5 provides a more detailed explanation of all the room and board increases beyond the 3.9 percent threshold.

PROGRAM SUMMARY

Auxiliary operations are self-supporting programs whose primary purpose is to provide services to the students (e.g., residence halls, student centers/unions, student health clinics, bookstores) and whose secondary purpose is to provide services to staff (e.g., parking, clinics, conferences, printing and duplicating services), and occasionally the general public. User fees, segregated fees, merchandise sales, and interest earnings generate revenues for auxiliary operations, and the operations are allowed to maintain reserves with funds used for new facilities, remodeling/additions, deferred maintenance, high cost equipment, debt service obligations, and to ensure adequate funding for current operations. Students participate in the programming and budgeting process through institutional Segregated University Fee Allocations Committees (SUFACs).

Based on direction from the Business, Finance, and Audit Committee of the Board of Regents, the increases in major auxiliary rates are subject to a reporting threshold equal to the 3-year rolling average change in Wisconsin Disposable Income Per Capita (**3.9 percent for 2007-08**). Institutions with rate increases below that threshold have reduced annual budget paperwork and those above must continue to provide detailed reporting on their rate increases. The threshold applies separately to the following major auxiliary categories: Segregated Fees (in total), Room and Board rates (combined), Textbook Rental, and Apartment Rental rates. Tables C-3 through C-6 include an explanation of increases for those institutions above the 3.9 percent threshold.

Note: The reporting changes recommended by the Segregated Fee Audit were not known during the development of the 2007-08 auxiliary budgets. The new format will be used beginning in 2008-09.

OPERATIONS HIGHLIGHTS

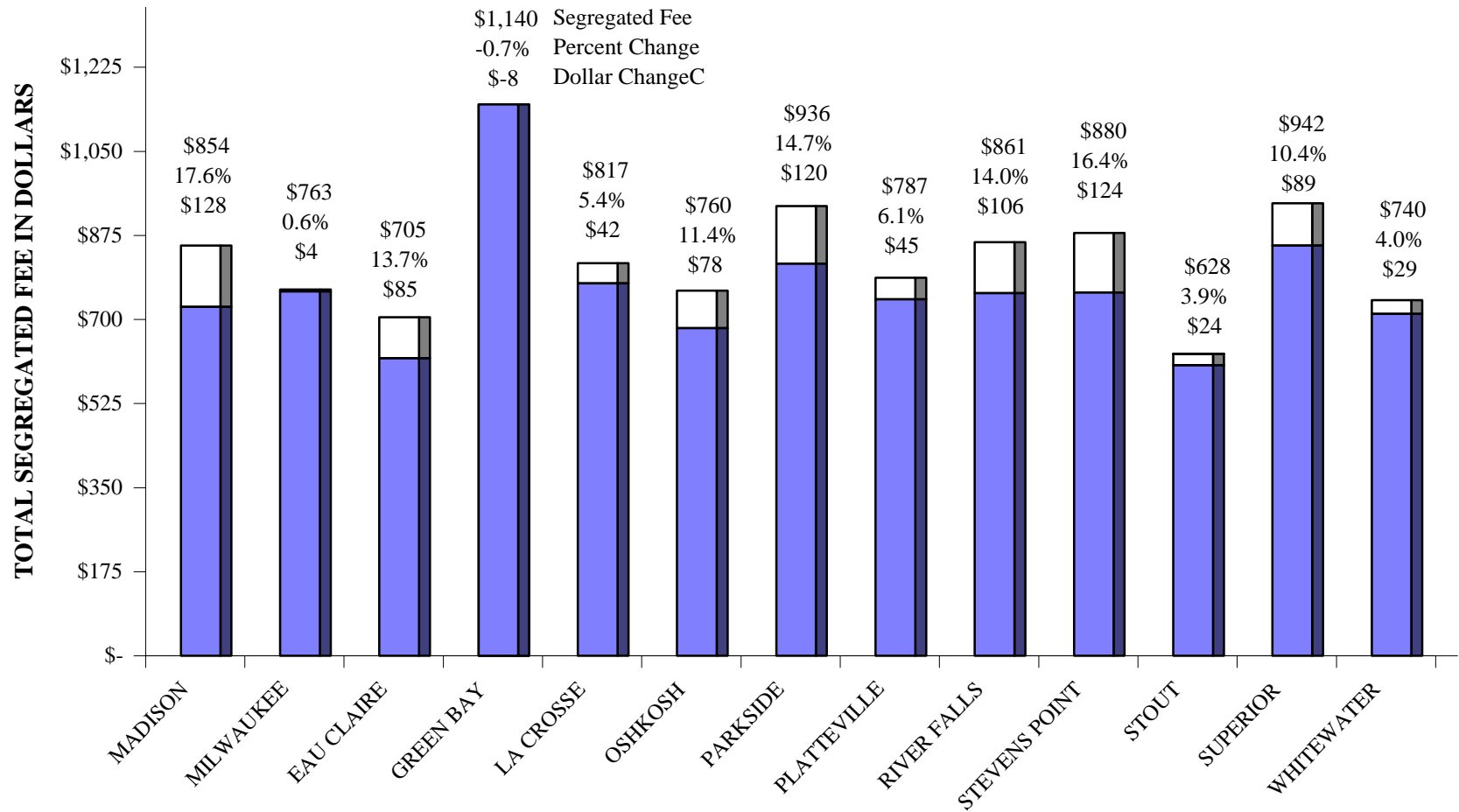
The 2007-08 auxiliary operations budget includes adjustments covering increased compensation, supply and expenses, new services, new buildings, and facility maintenance projects.

- Expenditures will **increase 3.4 percent in 2007-08 to \$612.7 million**.
- Revenues from charges to students for segregated and room and board fees will increase by **\$20.5 million or 7.3 percent** (see table C-8). Auxiliary rates are determined by the institutions in cooperation with the students, and reviewed and approved at the system level.
- The average segregated fee (excluding UW Colleges) is **\$832** with an average increase of **\$67 (8.7 percent)**; institution rate changes range from **-\$8 to \$128 (-0.7 percent to 17.6 percent)**. The UW Colleges average segregated fee is **\$259** with an average increase of **\$10 (4.0 percent)**; institution rate changes range from **\$0 to \$28 (0.0 percent to 12.4 percent)**.
- At a majority of the institutions, major projects or student initiated programs are the primary reasons for the increases. **The average segregated fee for four year institutions, excluding major projects, would increase by \$21 (2.7%)**. Table C-1 shows the 2007-08 percent increase and total segregated fees by institution. Table C-3 explains the increases for those institutions above the 3.9 percent threshold and which portion of the increase can be attributed to major projects.

- The average room and board rate is **\$5,052** with an average increase of **\$257 (5.4 percent)**; institution rate changes range from **\$110 to \$470 (2.2 percent to 8.3 percent)**. For additional information see Table C-5.
- See Tables C-4 and C-7 for Textbook Rental and Apartment rates.

TABLE C-1
UW SYSTEM AUXILIARY OPERATIONS
2007-08 ACADEMIC YEAR
DOCTORAL & COMPREHENSIVE
SEGREGATED FEES*

C-3



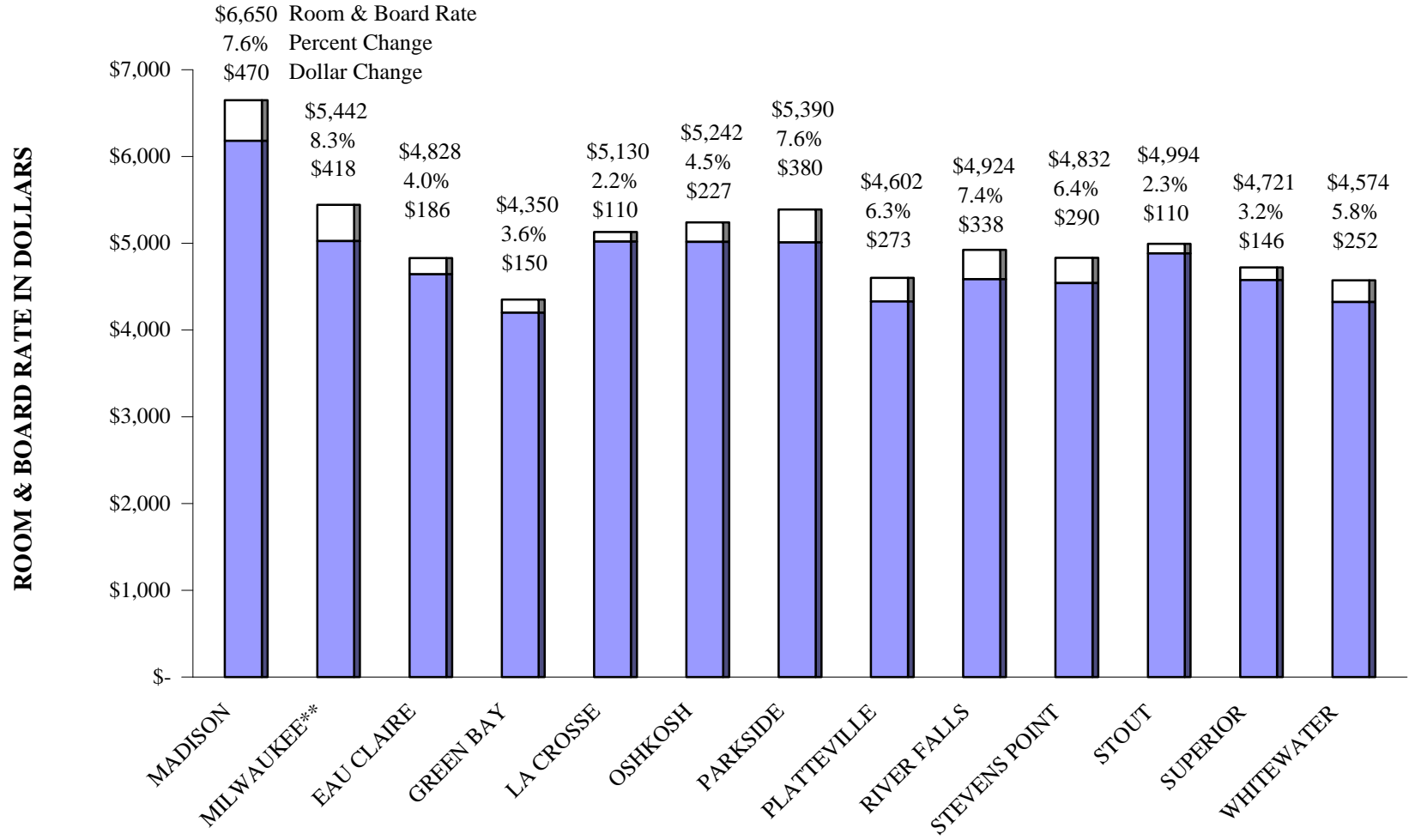
*For additional information, see Table C-3



*Divide by 2 for semester rates

TABLE C-2

**UW SYSTEM AUXILIARY OPERATIONS
2007-08 ACADEMIC YEAR
DOCTORAL & COMPREHENSIVE
ROOM & BOARD RATES***



C-4

*For additional information, see Table C-5

** Includes \$36/year Sandburg Hall Admin. Council Fee



*Divide by 2 for semester rates

TABLE C-3 (DETAIL)
UW SYSTEM AUXILIARY OPERATIONS
2007-08 ACADEMIC YEAR
DOCTORAL & COMPREHENSIVE
SEGREGATED FEES

<u>Institution</u>	<u>2006-07 Rate</u>	<u>2007-08 Rate</u>	<u>Increase</u>	<u>Percent Change</u>	<u>Explanation of Changes Above the 3.9 Percent Threshold</u>
Madison	\$726.00	\$854.00	\$128.00	17.6%	Segregated fee rates increased \$96.00 for the student approved renovation of the Memorial Union and the replacement of Union South. This amount will stay the same for 2008-09, then increase to \$192 in 2009-10 and is expected to stay at that amount for the next 28 years as related debt service is retired. This was approved by a student referendum in October 2006. Contracted costs for Madison Metro bus passes and for daytime bus services will increase the fee by \$14.46. Compensation, supply and expense, and new programming in Intramurals, Health Services, the Child Care Center, and the Student Unions account for an increase of \$20.86.
- Major Projects			\$96.00	13.2%	
- Other			\$32.00	4.4%	
Milwaukee	\$758.20	\$762.60	\$4.40	0.6%	
Eau Claire	\$619.50	\$704.50	\$85.00	13.7%	Segregated fee rates increased \$62.50 for the Davies Center Addition and Remodel which was approved by the students. This will be the first of four increases which will total \$250. \$10.87 of the increase is associated with compensation costs, \$4.73 will support new programs such as the infant and toddler program at the child care center and enhanced services at the Student Center. \$3.90 of the increase is student initiated programming associated with reallocating costs from food service to the Student Center for anticipated service adjustments.
- Major Projects			\$62.50	10.1%	
- Other			\$22.50	3.6%	
Green Bay	\$1,148.00	\$1,140.00	-\$8.00	-0.7%	
La Crosse	\$775.16	\$817.00	\$41.84	5.4%	Compensation and supply and expense increases make up \$34.83 of the fee increase. Increases for municipal services and athletics account for \$3.54 while Student approved increases to build reserves to remodel the stadium account for \$3.47.
Oshkosh	\$682.00	\$760.00	\$78.00	11.4%	\$74.42 of the fee increase is due to the Recreation Center and will fund debt service and operating costs related to the student approved \$21 million Recreation and Wellness Center; this is the third and final increase associated with the new Center's plan. Higher supply and expense costs, compensation, and student initiated programming will increase the fee by \$5.26 for the Student Union.
- Major Projects			\$74.42	10.9%	
- Other			\$3.58	0.5%	

TABLE C-3 (CONTINUED)
UW SYSTEM AUXILIARY OPERATIONS
2007-08 ACADEMIC YEAR
DOCTORAL & COMPREHENSIVE
SEGREGATED FEES

<u>Institution</u>	<u>2006-07 Rate</u>	<u>2007-08 Rate</u>	<u>Increase</u>	<u>Percent Change</u>	<u>Explanation of Changes Above the 3.9 Percent Threshold</u>
Parkside	\$816.00	\$936.00	\$120.00	14.7%	Segregated fees are increasing by \$99.72 for the student initiated Student Center expansion. This is the last of four fee increases for this project. \$10.71 of the increase is due to enrollment changes. \$9.22 is due to changes in reserves for athletics and organized activities to alleviate the budget deficit in the programs.
- Major Projects			\$99.72	12.2%	
- Other			\$20.28	2.5%	
Platteville	\$742.00	\$787.00	\$45.00	6.1%	The segregated fees will increase by \$22.00 to support student approved bonding for the Williams Field House. Fees will increase \$16.00 for compensation increases, \$4.00 for operating costs and compensation in the athletic department, and \$3.00 for reserve balances and expanded services due to increased demand resulting from additional enrollments.
- Major Projects			\$22.00	3.0%	
- Other			\$23.00	3.1%	
River Falls	\$754.93	\$860.66	\$105.73	14.0%	Increases due to the new Student Center, remodeling of the existing Hagestad Student Center to accommodate various student support services, and renovations to the recreation center, account for \$82.00 of the fee increase. \$20.23 is for additional staff and increasing operational costs for the Health Center. \$8.50 of the increase is for operating expenses for athletics, organized activities, and the Leadership Center (in the University Center). There is also a \$5.00 reduction in the fees collected for municipal services.
- Major Projects			\$82.00	10.9%	
- Other			\$23.73	3.1%	
Stevens Point	\$756.30	\$880.20	\$123.90	16.4%	The Student Union, student initiated programming, and Health Services account for the majority of the segregated fee increases. The Student Union fee will increase by \$63.00 a year for the next two years to fund debt service associated with the student approved \$16.7 million renovation project; this is the third fee increase for the renovation project. \$26.90 of the fee increase is for student initiated programming to fund 28 additional organizations and provide subsidies to areas such as the Fine Arts, Athletics, and Intramurals. Health Services fees are increasing by \$22.50, the second increase as part of a four year plan to reverse a downward trend in cash reserves. The remaining \$11.50 is to fund compensation and supply and expense increases.
- Major Projects			\$63.00	8.3%	
- Other			\$60.90	8.1%	
Stout (1)	\$604.80	\$628.39	\$23.59	3.9%	
Superior	\$853.65	\$942.29	\$88.64	10.4%	\$80.00 of the fee increase is for the new student approved Rothwell Student Center. This is the third increase which is being phased in at \$80 a year until the total fees for the project reach \$513.00. Increases due to compensation amount to \$13.39. \$7.60 is for increased funding to student organizations and to fully fund the USA Today initiative which provides students with newspapers from around the country. Fees are decreasing by \$12.35 for the Child Care Center to reduce reserve balances.
- Major Projects			\$80.00	9.4%	
- Other			\$8.64	1.0%	

C-6

Note: (1) UW-Stout's rates are based upon 30 credits for undergraduate students and 22 credits for graduate students.

TABLE C-3 (CONTINUED)
UW SYSTEM AUXILIARY OPERATIONS
2007-08 ACADEMIC YEAR
DOCTORAL & COMPREHENSIVE
SEGREGATED FEES

<u>Institution</u>	<u>2006-07 Rate</u>	<u>2007-08 Rate</u>	<u>Increase</u>	<u>Percent Change</u>	<u>Explanation of Changes Above the 3.9 Percent Threshold</u>
Whitewater	\$711.60	\$740.40	\$28.80	4.0%	\$17.76 of this increase is due to the SUFAC approved fee to support bonding for the Multi-Sport Facility Project. There will be two more increases until the fee totals \$35.32 in 2009-10. Compensation increases account for \$10.80 of the increase; student initiated programming for athletics, intramurals and organized activities make up \$2.16 of the increase and there is a decrease in the fee for payments for municipal services of \$1.92.
- Major Projects			\$17.76	2.5%	
- Other (Difference)			\$11.04	1.6%	

UW SYSTEM AUXILIARY OPERATIONS
2007-08 ACADEMIC YEAR
UW-COLLEGES
SEGREGATED FEES

C-7

Baraboo	\$337.38	\$350.54	\$13.16	3.9%	
Barron	\$243.96	\$253.50	\$9.54	3.9%	
Fond du Lac	\$261.98	\$271.20	\$9.22	3.5%	
Fox Valley	\$217.70	\$223.74	\$6.04	2.8%	
Manitowoc	\$225.32	\$253.20	\$27.88	12.4%	The fee for organized activities will increase by \$18.90 to maintain current activities while enrollments are shifting. The Child Care Center has been operating off of reserve balances which are now depleted so fees will be increasing by \$10.00 to support the center.
Marathon	\$230.04	\$239.02	\$8.98	3.9%	
Marinette	\$209.40	\$218.00	\$8.60	4.1%	\$11.68 of the increase is due to enrollment shifts to maintain programs such as athletics and academic skills programs which are still necessary. Fees for municipal services and expenditure reductions are decreasing the overall fees by \$1.08 and \$2.00 respectively.

TABLE C-3 (CONTINUED)
UW SYSTEM AUXILIARY OPERATIONS
2007-08 ACADEMIC YEAR
UW COLLEGES
SEGREGATED FEES

<u>Institution</u>	<u>2006-07 Rate</u>	<u>2007-08 Rate</u>	<u>Increase</u>	<u>Percent Change</u>	<u>Explanation of Changes Above the 3.9 Percent Threshold</u>
Marshfield	\$239.24	\$253.12	\$13.88	5.8%	Student initiated programming for athletics, organized activities and health services account for \$25.36 of the increase while compensation makes up \$1.76. Decreases in base expenses and changes in reserves offset the increases by \$13.24.
Richland	\$279.10	\$289.92	\$10.82	3.9%	
Rock	\$261.76	\$271.38	\$9.62	3.7%	
Sheboygan	\$255.54	\$261.62	\$6.08	2.4%	
Washington	\$249.42	\$255.88	\$6.46	2.6%	
Waukesha	\$228.98	\$228.98	\$0.00	0.0%	

Note: UW Colleges campus' segregated fee rates can vary significantly from one year to the next due to the small student populations.

TABLE C-4

**UW SYSTEM AUXILIARY OPERATIONS
2007-08 ACADEMIC YEAR
TEXTBOOK RENTAL RATES**

<u>Institutions</u>	<u>2006-07 Rate</u>	<u>2007-08 Rate</u>	<u>Increase</u>	<u>Percent Change</u>
Eau Claire	\$168.00	\$168.00	\$0.00	0.0%
La Crosse	\$157.00	\$157.00	\$0.00	0.0%
Platteville	\$140.00	\$140.00	\$0.00	0.0%
River Falls	\$123.30	\$133.30	\$10.00	8.1%
Stevens Point	\$130.80	\$130.80	\$0.00	0.0%
Stout (Based on 30 credits)	\$146.10	\$151.80	\$5.70	3.9%
Whitewater	\$127.68	\$130.80	\$3.12	2.4%
<u>UW Colleges</u>				
Barron	\$121.36	\$130.00	\$8.64	7.1%
Richland	\$127.00	\$131.90	\$4.90	3.9%

**EXPLANATIONS OF INCREASES IN 2007-08
TEXT RENTAL RATES THAT ARE GREATER THAN 3.9 PERCENT**

Institutions

River Falls -The increase is to finance Textbook Services moving from the library to the old student center, renovations necessitated by the move, and ongoing maintenance of the facility.

UW Colleges-Barron - The fee increase is the result of the increased cost of textbooks.

TABLE C-5

**UW SYSTEM AUXILIARY OPERATIONS
2007-08 ACADEMIC YEAR
RESIDENCE HALLS AND MEAL PLANS***

	Residence Halls (1)			Meal Plans (1)				Total			
	2006-07 Rate	2007-08 Rate	Increase	2006-07 Rate	2007-08 Rate	Increase	Type	2006-07 Rate	2007-08 Rate	Increase	Percent Change
Madison	\$3,868	\$4,262	\$ 394	\$2,312	\$2,388	\$ 76	Ala Carte	\$ 6,180	\$ 6,650	\$ 470	7.6%
Milwaukee (2)	\$3,340	\$3,656	\$ 316	\$1,684	\$1,786	\$ 102	Ala Carte-1	\$ 5,024	\$ 5,442	\$ 418	8.3%
Eau Claire	\$2,640	\$2,670	\$ 30	\$2,002	\$2,158	\$ 156	14 Meals + \$40	\$ 4,642	\$ 4,828	\$ 186	4.0%
Green Bay (3)	\$3,000	\$3,150	\$ 150	\$1,200	\$1,200	\$ -	Ala Carte	\$ 4,200	\$ 4,350	\$ 150	3.6%
La Crosse	\$2,840	\$2,930	\$ 90	\$2,180	\$2,200	\$ 20	19 Meals	\$ 5,020	\$ 5,130	\$ 110	2.2%
Oshkosh	\$3,035	\$3,162	\$ 127	\$1,980	\$2,080	\$ 100	14 Meals	\$ 5,015	\$ 5,242	\$ 227	4.5%
Parkside	\$3,250	\$3,580	\$ 330	\$1,760	\$1,810	\$ 50	Ala Carte-1	\$ 5,010	\$ 5,390	\$ 380	7.6%
Platteville	\$2,624	\$2,792	\$ 168	\$1,705	\$1,810	\$ 105	Average	\$ 4,329	\$ 4,602	\$ 273	6.3%
River Falls	\$2,716	\$2,974	\$ 258	\$1,870	\$1,950	\$ 80	14 Meals	\$ 4,586	\$ 4,924	\$ 338	7.4%
Stevens Point	\$2,726	\$2,944	\$ 218	\$1,816	\$1,888	\$ 72	10 Meals/200	\$ 4,542	\$ 4,832	\$ 290	6.4%
Stout	\$2,990	\$3,100	\$ 110	\$1,894	\$1,894	\$ -	South Plan 3	\$ 4,884	\$ 4,994	\$ 110	2.3%
Superior	\$2,667	\$2,771	\$ 104	\$1,908	\$1,950	\$ 42	Block Plan	\$ 4,575	\$ 4,721	\$ 146	3.2%
Whitewater	\$2,576	\$2,768	\$ 192	\$1,746	\$1,806	\$ 60	14 Meals	\$ 4,322	\$ 4,574	\$ 252	5.8%
System Avg:	\$2,944	\$3,135	\$191	\$1,851	\$1,917	\$66		\$ 4,795	\$ 5,052	\$257	5.4%
Colleges (Marathon County)	\$2,498	\$2,573	\$ 75	\$1,266	\$1,303	\$ 37	UW-10	\$ 3,764	\$ 3,876	\$ 112	3.0%

- Notes:
- (1) Residence Hall rate is for a double room and the most popular meal plan for most institutions. Madison meal plan includes a membership fee and average spending per student, while Platteville's includes an average of all meal plans.
 - (2) Includes a \$36/year student initiated Sandburg Halls Administrative Council Fee (activity fee) paid by all students in the Sandburg Halls.
 - (3) Green Bay's room rate represents a four-student per apartment rate. For other Residence Hall and Meal Plan rates, please see Table C-6.

*Divide by 2 for semester rate.

TABLE C-5 (CONTINUED)

**EXPLANATIONS OF INCREASES IN 2007-08
RESIDENCE HALLS AND MEAL PLAN RATES
ABOVE THE 3.9 PERCENT THRESHOLD**

Madison	Room and board increases are primarily the result of opening a new residence hall that is replacing the current Ogg Hall in August 2007. The rate plan for new residence halls approved by the Board of Regents in June, 2004 included a \$220 increase on all regular double room rates. Compensation and supply and expenses increases account for the remaining \$174 increase in room rates. Changes in the Ala Carte food sales increased the rates for meal plans by \$44 for the membership/overhead fee and \$32 for food cost increases.
Milwaukee	Room and board rates will increase by \$192 for compensation and fringe benefit increases, \$112 for cash funded capital projects such as elevator safety and roof repairs. \$51 of the increase is due to supply and expenditure cost increases for maintenance and repairs, \$32 is for utility increases and \$31 will fund increased administrative costs.
Eau Claire	The \$156 increase for meal plans is due to vendor increases resulting from meal plan changes, increased cost of operations and service expectations. Compensation and programming changes account for the \$30 increase in residence hall rates.
C-11 Oshkosh	Room rates will increase by \$100.30 for maintenance and remodeling projects such as fire alarm system maintenance and carpeting replacement, in addition to increasing reserves for future capital projects including building a new residence hall. \$26.70 of the room rate increase is due to compensation, and supplies and expenses increases. \$74.93 of the meal plan increase is due to compensation and increased costs from the food service contract. University Dining will also need to replace a chiller tower which accounts for the remaining \$25.07 of the increase.
Parkside	Room rates will increase by \$305 to meet the increased costs associated with the construction of a new 252 bed residence hall projected to open in the Fall of 2009. An additional \$25 increase in room rates is due to compensation increases. The meal plan rate will increase \$50 due to food contract costs.
Platteville	Room rates will increase by \$68 due to enrollment growth, which requires expanded services to meet student demand. \$50 of the increase is for housing maintenance and remodeling and another \$50 is for compensation, and supply and expenses increases. \$65 of the increase in meal plan rates will fund the debt service for the Glenview remodeling project and \$40 is due to the renovation of the Ullsik Hall ballroom and kitchen.

TABLE C-5 (CONTINUED)

**EXPLANATIONS OF INCREASES IN 2007-08
RESIDENCE HALLS AND MEAL PLAN RATES
ABOVE THE 3.9 PERCENT THRESHOLD**

River Falls	Residence hall rates will increase by \$185 for deferred maintenance and remodeling, including remodeling to combine the information technology services into one location. \$40 of the increase is for debt service on the South Fork rooms and \$33 will cover increases for compensation, and supplies and expenses. The meal plan will increase \$71 to support the debt service for the new University Center and \$9 is due to increases for compensation.
Stevens Point	Two internet hookups are being provided in each room of the residence halls which accounts for \$118 of the room rate increase (until 2008 residents could choose this as an option for an additional fee), \$90 is for compensation and fringe benefit increases, and \$10 is for capital expenditures such as replacing washers and dryers. The \$72 increase for meal plans is due to an escalation in food contract costs.
Whitewater	\$103 of the residence hall increase is to build reserves for new residential facilities and debt service, \$55 is for increased compensation, and \$34 is for utilities and supplies expenses. The \$60 meal plan increase will fund compensation and inflationary increases.

TABLE C-6
UW SYSTEM AUXILIARY OPERATIONS
2007-08 ACADEMIC YEAR
OTHER RESIDENCE HALLS AND MEAL PLAN RATES*

<u>Single Room Rates</u>		<u>Other Room Rates</u>		<u>Other Board Plans</u>	
Madison	\$4,785	Triple	\$4,066	Base meal rate is \$1,312 and students may deposit any amount for purchase of food	
		Large Double	\$4,366		
		Friedrick Center	\$4,889		
		Merit Hall	\$4,889		
		New Ogg Hall Doubles	\$5,046		
		Smith Hall Doubles	\$5,046		
		Large Single	\$5,338		
Milwaukee (1)	\$4,360	Triple	\$3,160	Plan 2	\$1,986
		Large Double	\$4,100	Plan 3	\$2,116
		Large Single	\$5,500	Plan 4	\$2,316
				Plan 5	\$2,876
				Plan 6	\$3,276
Eau Claire	\$3,790			Ala Carte	\$1,950
				Seven Meal +400	\$2,158
				Nineteen Meal + 25	\$2,480
Green Bay	\$4,150	Double Apartment	\$3,850		
La Crosse	\$3,930	Reuter Apartment Type	\$4,350	Off-Campus Block Plan 1	\$525
				On-Campus Block Plan 2	\$1,080
				7 Meals + Points	\$2,080
				10 Meals + Points	\$2,120
				14 Meals + Points	\$2,150
Oshkosh	\$4,384	Taylor Hall Double	\$3,616	90 block + \$100	\$1,210
		Taylor Hall Single	\$4,838	145/120 block	\$2,080
				Titan Dollar	\$2,210
				21 Meal	\$2,230
				All Access Plan	\$2,460
				235 Block Plan	\$2,760
Parkside	\$4,070	Small Double	\$3,110	Plan 2	\$2,010
		Double (Univ. Apts.)	\$3,480	Plan 3	\$2,210
		Double (Ranger Hall)	\$3,580	Plan 4	\$2,410
		Single (Univ. Apts.)	\$4,070		
		Single (Ranger Hall)	\$4,170		
Platteville	\$3,392	Southwest Hall	\$3,896	50 Meals/sem	\$660
				50 Meals/sem +\$75/sem	\$770
				75 Meals/sem +\$100/sem	\$1,094
				90 Meals/sem +\$100/sem	\$1,330
				110 Meals/sem +\$125 /sem	\$1,638
				150 Meals/sem +\$100/sem	\$2,280
				15 Meals	\$2,326
				14 Meals/week +\$50/sem	\$2,376
				175 meals + \$100/sem	\$2,382
				19 Meals	\$2,422
				200 Meals/sem + 100/sem	\$2,628

Note: (1) All residents in the Sandburg Halls pay an Administrative Council Fee of \$36 for a student approved activities fee.

*Divide by 2 for semester rate

TABLE C-6 (Continued)

<p>UW SYSTEM AUXILIARY OPERATIONS 2007-08 ACADEMIC YEAR OTHER RESIDENCE HALLS AND MEAL PLAN RATES*</p>

	<u>Single Room Rates</u>	<u>Other Room Rates</u>	<u>Other Board Plans</u>
River Falls	\$3,960	Double \$2,974 South Fork \$3,960	Take 5 Meal Plan \$1,880 10 Meal Plan \$1,940 14 Meal Plan \$1,950 19 Meal Plan \$1,990 Flex 10 Meal Plan \$2,184 Flex 14 Meal Plan \$2,290 Flex 19 Meal Plan \$2,390
Stevens Point	\$4,170	Double \$2,944	20 Meals + 20 Points \$1,888 7 Meals + 270 Points \$1,888 14 Meals + 100 Points \$1,888 All Points \$1,888
Stout	\$4,000 (North) \$4,100 (South)	North Campus Double \$3,000 South Campus Double \$3,100 Quadruple \$4,400	North Campus Dining 1 \$1,436 South Campus Dining 1 \$1,666 North Campus Dining 2 \$1,538 South Campus Dining 2 \$1,776 North Campus Dining 3 \$1,648 South Campus Dining 3 \$1,894 North Campus Dining 4 \$1,768 South Campus Dining 4 \$2,000
Superior	\$3,948	Double \$2,771 Large Single \$4,512	Block Plan \$1,950
Whitewater	\$4,176	Large Single \$3,592	7 Meals \$1,746 10 Meals \$1,776 120 Meal Block \$1,806 19 Meals \$1,856 Full Point \$1,980 Mega Point \$2,180
Colleges		Double-UW \$2,573 Double-NTC \$2,799	UW-10 \$1,303 UW-14 \$1,367 UW-19 \$1,417 NTC-10 \$1,418 NTC-14 \$1,485 NTC-19 \$1,541

*Divide by 2 for semester rate

TABLE C-7

<p>UW SYSTEM AUXILIARY OPERATIONS 2007-08 ACADEMIC YEAR MONTHLY APARTMENT RATES</p>
--

	<u>2006-07 Rate</u>	<u>2007-08 Rate</u>	<u>Increase</u>	<u>Percent Change</u>
<u>Student Apartments</u>				
<u>Madison (Eagle Heights)</u>				
One Bedroom	\$605	\$630	\$25	4.1%
Two Bedroom	\$685	\$705	\$20	2.9%
Three Bedroom	\$815	\$835	\$20	2.5%
Small Three Bedroom	\$800	\$835	\$35	4.4%
Large One Bedroom	\$630	\$630	\$0	0.0%
Large Two Bedroom	\$790	\$810	\$20	2.5%
Large Three Bedroom	\$915	\$935	\$20	2.2%
Three Bedroom Townhouse	\$945	\$965	\$20	2.1%
<u>Madison (Harvey Street)</u>				
One Bedroom	\$545	\$565	\$20	3.7%
Two Bedroom	\$720	\$740	\$20	2.8%
<u>Milwaukee (Kenilworth) (1)</u>				
One Bedroom Standard	\$850	\$850	\$0	0.0%
One Bedroom Upgrade	\$900	\$900	\$0	0.0%
Two Bedroom Standard	\$540	\$540	\$0	0.0%
Two Bedroom Upgrade	\$580	\$580	\$0	0.0%
Three Bedroom Standard	\$440	\$440	\$0	0.0%
Three Bedroom Upgrade	\$485	\$485	\$0	0.0%
<u>Faculty Apartments</u>				
<u>Madison</u>				
One Bedroom	\$740	\$745	\$5	0.7%
Two Bedroom	\$875	\$885	\$10	1.1%
Three Bedroom	\$955	\$965	\$10	1.0%

(1) Kenilworth rates are per individual contract.

**EXPLANATIONS OF INCREASES IN 2007-08
APARTMENT RATES THAT ARE GREATER THAN 3.9 PERCENT**

Institutions

Madison- The one bedroom and small three bedroom rates have increased beyond the 3.9% threshold. An independent rental market survey was conducted and based on several criteria it was determined that all one bedroom apartments at Eagle Heights are comparable, so the one bedroom rate was increased to the large one bedroom rate which will not increase in 2007-08. Based on the same criteria it was determined that the small three bedroom with laundry is comparable to the standard three bedroom so the rate for the small three bedroom increased more than the threshold to the same rate as the standard three bedroom.

TABLE C-8
UNIVERSITY OF WISCONSIN SYSTEM
AUXILIARY OPERATIONS BUDGET SUMMARY
(FUNDS 123, 128, 129, 528, AND 530)¹

Table below shows the change in the source of revenue supporting the 2007-08 auxiliary operations (Source of Funds), and how the revenue will be expended (Expenditures)

<i>Source of Funds</i>	<u>2006-07</u>	<u>2007-08</u>	<u>Percent Change</u>
Receipts			
Segregated University Fee	\$ 108,186,260	\$ 117,697,284	8.8%
Room and Board	174,038,374	184,988,712	6.3%
Other Receipts	296,718,866	288,117,908	-2.9%
Interest Receipts	<u>2,998,908</u>	<u>5,831,815</u>	<u>94.5%</u>
Total Receipts	\$ 581,942,408	\$ 596,635,719	2.5%
Operating Contributions from Reserves ²	<u>10,639,237</u>	<u>16,090,112</u>	<u>51.2%</u>
Total	\$ 592,581,645	\$ 612,725,831	3.4%
<u><i>Expenditures</i></u>			
Operations ³			
Salaries and Wages	\$ 166,070,737	\$ 177,818,637	7.1%
Fringe Benefits	56,555,448	61,580,131	8.9%
Supplies & Expenses	365,242,833	365,790,650	0.1%
Sales Credits	(89,448,233)	(97,749,811)	9.3%
Aids to Individuals/Special Purpose	15,319,424	11,232,768	-26.7%
Capital	<u>30,137,125</u>	<u>37,585,881</u>	<u>24.7%</u>
Sub-total	\$ 543,877,334	\$ 556,258,256	2.3%
Debt Service	<u>48,704,311</u>	<u>56,467,575</u>	<u>15.9%</u>
Total	\$ 592,581,645	\$ 612,725,831	3.4%

¹ Funds 123 - Debt Service, Fund 128 - Auxiliaries, Fund 129 - Stores, Fund 528 - Athletic Auxiliaries, and Fund 530 - Athletic Nonincome Sports. Does not include Physical Plant Service Departments (Fund 120) of \$2,075,700

² Operating Contributions from Reserves shows the difference between Total Expenditures and Other Receipts, drawn from Auxiliary Reserve Balances

³ Amounts do not include unallocated spending authority for debt service of \$7,140,171 in 2006-07 and \$7,138,200 in 2007-08.

TABLE C-9

**UNIVERSITY OF WISCONSIN SYSTEM
2007-08 ANNUAL BUDGET
AUXILIARY RESOURCES AND EXPENDITURES
BY INSTITUTION**

	<u>Revenues</u>					<u>Operating Contributions From Reserves</u>	<u>Total Resources Required</u>	<u>Expenditures (1)</u>		
	<u>Segregated Fees</u>	<u>Room and Board</u>	<u>Other (2)</u>	<u>Interest</u>	<u>Subtotal</u>			<u>Fund 123 (4)</u>	<u>Funds 128 & 129 528 & 530 (3)</u>	<u>Total</u>
Madison	\$ 31,411,100	\$ 47,678,500	\$ 156,712,200	\$ 2,451,000	\$ 238,252,800	\$ 3,801,933	\$ 242,054,733	\$ 26,635,700	\$ 215,419,033	\$ 242,054,733
Milwaukee	19,486,700	14,889,000	37,002,973	137,383	71,516,056	3,080,935	74,596,991	3,790,292	70,806,699	74,596,991
Eau Claire	5,247,494	12,804,725	7,102,408	200,000	25,354,627	2,833,181	28,187,808	1,329,952	26,857,856	28,187,808
Green Bay	5,971,829	2,544,484	8,844,806	291,843	17,652,962	3,573,447	21,226,409	1,029,200	20,197,209	21,226,409
La Crosse	8,031,897	15,272,340	9,794,201	339,324	33,437,762	146,109	33,583,871	2,678,810	30,905,061	33,583,871
Oshkosh	7,156,236	15,926,109	14,161,666	119,727	37,363,738	1,774,574	39,138,312	4,812,583	34,325,729	39,138,312
Parkside	3,753,729	4,221,901	3,284,251	149,159	11,409,040	(1,317,762)	10,091,278	1,257,185	8,834,093	10,091,278
Platteville	5,459,025	13,713,431	5,035,605	205,939	24,414,000	184,874	24,598,874	3,536,835	21,062,039	24,598,874
River Falls	5,475,121	11,208,650	5,078,795	289,006	22,051,572	894,584	22,946,156	2,940,537	20,005,619	22,946,156
Stevens Point	8,144,100	14,538,500	10,626,146	521,000	33,829,746	784,379	34,614,125	3,128,625	31,485,500	34,614,125
Stout	5,781,801	13,552,343	7,162,525	226,700	26,723,369	32,547	26,755,916	2,334,614	24,421,302	26,755,916
Superior	1,035,735	2,445,853	3,002,548	82,644	6,566,780	101,410	6,668,190	241,193	6,426,997	6,668,190
Whitewater	8,580,042	15,596,201	11,061,178	566,975	35,804,396	(880,334)	34,924,062	2,548,412	32,375,650	34,924,062
Colleges	2,162,475	596,675	4,196,847	61,415	7,017,412	97,435	7,114,847	-	7,114,847	7,114,847
Extension	-	-	3,904,111	189,700	4,093,811	982,800	5,076,611	203,637	4,872,974	5,076,611
SYS/SA	-	-	1,147,648	-	1,147,648	-	1,147,648	-	1,147,648	1,147,648
TOTAL	\$ 117,697,284	\$ 184,988,712	\$ 288,117,908	\$ 5,831,815	\$ 596,635,719	\$ 16,090,112	\$ 612,725,831	\$ 56,467,575	\$ 556,258,256	\$ 612,725,831

(1) Fund 123 - Debt Service, Fund 128 - Auxiliaries, Fund 129 - Stores, Fund 528 - Athletic Auxiliaries, and Fund 530 - Athletic Nonincome Sports

(2) Includes transfers

(3) Includes amounts for Athletics - Fund 528 (\$60,823,900) and Fund 530 (\$250,000)

(4) 2007-08 amounts do not include unallocated spending authority for debt service of \$7,138,200 in Fund 123 and \$2,075,700 in Fund 120 for Physical Plant Service Departments

**D. 2007-08 REVISED ANNUAL DISTRIBUTION
ADJUSTMENTS**

2007-08 REVISED ANNUAL DISTRIBUTION ADJUSTMENTS

Based on the Joint Committee on Finance Budget Recommendations

(Changes to the Governor's recommendation are shaded)

(Note that allocations for items not included in the final budget will be removed from this list of decision rules.)

Annual distribution adjustments are provided for those 2007-09 budget initiatives that affect first year (2007-08) funding. Items that affect funding beginning in the second year will be addressed in the 2008-09 Annual Distribution Adjustments next Spring.

Allocation methodologies for items that are new initiatives may be modified in 2008-09 if, after one year's experience, more appropriate criteria become evident.

I. DISTRIBUTION ADJUSTMENTS FOR NEW FUNDING

A. NEW UW SYSTEM DISTRIBUTION ADJUSTMENTS

1. RECRUITMENT AND RETENTION OF FACULTY AND RESEARCH ACADEMIC STAFF

Senate Bill 40 (2007-09 biennial budget bill) provides an additional \$3,333,300 in 2007-08 to support competitive compensation for faculty and research academic staff in high-demand, and/or mission-critical academic disciplines. Funding will be distributed based on each institution's proportion of the approved, all funds October 2006 payroll base for faculty and research academic staff.

Guidelines for Use of Funds

- Use of funds is limited to salary dollars.
- Because of the critical need for funding to address competitive salary concerns, all recruitment and retention dollars should be used in the year allocated.
- Funding is not limited to matching outside offers but can be used to support proactive market based salary increases when those disparities can be documented.
- Recruitment and retention funding cannot be provided in an across-the-board fashion.

2. LAWTON UNDERGRADUATE MINORITY RETENTION GRANT/ADVANCED OPPORTUNITY PROGRAM (AOP)

The budget bill increases funding for the Lawton Grant by \$376,100 and the AOP by \$362,300 in 2007-08. Total funding for 2007-08 will be allocated based on each institution's proportion of a three-year rolling average headcount of minority students.

3. UTILITIES

The budget bill provides an increase of \$11,827,100 for utilities in 2007-08. The total budget (\$119.7 million) for utilities will be redistributed. The base level of funding is the 2005-06 expenditure level. The base is adjusted using the Department of Administration's (DOA) inflation scalars by commodity code. Funding for new space and other cost increases is added, based on the amounts funded in the biennial budget, by campus.

4. STUDENT TECHNOLOGY FEE

The 2007-09 biennial budget bill provides an additional \$123,800 in 2007-08 to meet student needs for instructional technology and information access. Allocation of this funding is proportional to 2006-07 combined academic year and summer session tuition budgets excluding the student technology fee.

B. INSTITUTIONAL INITIATIVES

Funding for institutional initiatives will be allocated to the designated institution based on gubernatorial and legislative intent.

1. BIOMEDICAL TECHNOLOGY ALLIANCE

The budget bill provides one-time funding of \$500,000 in 2007-08 to support the Biomedical Technology Alliance. Funding will be allocated to UW-Milwaukee.

2. ISLET TRANSPLANTATION PROGRAM

The budget bill provides \$200,000 in 2007-08 to fund the Islet Transplantation program. Funding will be allocated to UW-Madison.

II. DISTRIBUTION ADJUSTMENTS FOR COMPENSATION

A. 2007-08 UNCLASSIFIED PAY PLAN

The 2007-09 unclassified pay plan has not yet been acted upon by the Joint Committee on Employment Relations (JCOER). Once JCOER has approved a pay plan increase, allocations will be made based upon the approved October 2006 payroll base.

B. 2007-08 CLASSIFIED PAY PLAN

The 2007-09 non represented classified pay plan has not yet been acted upon by JCOER. The 2007-08 allocations for permanent and project classified staff will be distributed to institutions at the non represented pay plan rate. Once JCOER has approved a pay plan increase, allocations will be made based upon the approved October 2006 payroll base.

**APPENDIX A. SUMMARY OF DIFFERENTIAL,
PER CREDIT, AND SERVICE-BASED PRICING
TUITION PROGRAMS**

UW SYSTEM DIFFERENTIAL, PER CREDIT, AND SERVICE-BASED PRICING BY CAMPUS

Institution	Tuition Program	Description	Pricing
UW-Madison	Doctor of Pharmacy Program	Implemented Fall 1997. Six year professional program, with the first two years in pre-pharmacy.	The Doctor of Pharmacy program was initially priced at \$6,050 in the Fall 1997-98. In Fall of 2007, resident rates were increased by 5.5% and nonresident rates were kept equal to nonresident graduate rates.
	Bachelor's of Business Administration	Implemented Fall 2007 for undergraduates enrolled in the major. Will pay for hiring faculty & academic staff, financial aid increases & transition costs.	Tuition will be increased by \$500 per semester in 2007-08 and will remain flat until review in 2011-12.
	Certificate in Business	Implemented Fall 2007 for undergraduates enrolled in the program. Revenue will pay for hiring faculty and academic staff, financial aid increases & transition costs.	Tuition will be increased by \$150 per semester in 2007-08 and will remain flat until review in 2011-12.
UW-Milwaukee	Peck School of the Arts - Undergraduate	Implemented Fall 2004. Differential rate applies to all undergraduate courses provided by the School, with the exception of eight 100 level General Education Requirement courses. Will be reviewed Fall, 2007	\$10 per credit in 2004-05, \$15 per credit in 2005-06, and \$20 per credit in 2006-07 & 2007-08.
	College of Engineering and Applied Science – Undergraduate and Graduate	Implemented Fall 2004. Applies to all undergraduate & graduate courses provided by the college. Will be reviewed Fall, 2007.	\$5 per credit in 2004-05, \$10 per credit in 2005-06, \$15 per credit in 2006-07, and \$20 per credit in 2007-08.
	School of Business Administration – Undergraduate	Implemented Fall 2004. Differential rate applies to all 200-600 level courses provided by the School. Will be reviewed Fall, 2007	\$10 per credit in 2004-05, \$15 per credit in 2005-06 and \$20 per credit in 2006-07 & 2007-08.
	College of Nursing – Undergraduate	Implemented Fall 2004. Applies to all undergraduates enrolled in clinical major courses within the College. Will be reviewed Fall, 2007	Differential of \$30 per credit applied to all 300 level courses in 2004-05, and to all 300 and 400 level courses beginning in 2005-06.

	School of Architecture and Urban Planning (SARUP) – Undergraduate and Graduate	Implemented Fall 2006. Supports a desktop computer workstation program with enhanced support services for architecture students. Will be reviewed by the Student Senate after the third year of operation.	\$11 per credit hour for all Department of Architecture courses, and an additional \$30 (\$41 total) per credit hour for all courses at the 200-800 levels.
UW-Milwaukee (cont'd)	Allied Health Programs - Graduate	Implemented in 1997. General tuition for Allied Health Graduate Programs was increased to help defray the costs of these health science programs.	Tuition was increased by 10% in 1998-99 and an additional 10% in 1999-00. Differential rate is 20% above regular tuition.
UW-Eau Claire	Institution-wide Undergraduate Differential	Implemented in 1997. Funds opportunities such as faculty/student collaborative research, service-learning programs, internships, and freshman seminars/capstone courses.	Began at \$50 per semester in Fall 1997, was \$55 per semester in Spring 2003, \$60 per semester in Fall 2003, and \$65 per semester in Spring 2004. In 2004-05, the differential began increasing 4.5% annually, rounded to the nearest half dollar, until the Student Senate directs otherwise. The 2007-08 differential is \$74.50 per semester.
UW-La Crosse	Allied Health – Undergraduate and Graduate	Implemented Fall 1997 to help defray costs for operating the undergraduate Occupational Therapy and Physician Assistant programs and the graduate Physical Therapy program.	Tuition increased by 10% in 1997-98 and an additional 10% in 1998-99. Differential rate is 20% above regular tuition.
	Academic Excellence Initiatives – Undergraduate and Graduate	Implemented Fall 2003 to provide direct financial support for undergraduate research, advising, diversity and international education.	Tuition increased by \$20 per semester in Fall 2003. Beginning 2006-07, the differential increases 3% annually, rounded to the nearest ten cent. In 2007-08, it will be \$28.50 per semester.

UW-Oshkosh	Oshkosh Personal Development Compact – Undergraduate	Implemented Fall 2003 to provide funding to enhance assessment, advising, co-curricular involvement and emotional adjustment and wellness. Heavy emphasis is placed on student retention, reduced time to graduation and increased graduation rates.	Undergraduate tuition increased \$25 per semester in 2003-04 and increased to \$55 per semester in 2004-05. The differential rate will remain at \$55 per semester in the 2007-08 academic year.
UW-Platteville	Regional Enrollment Plan – Undergraduate	Implemented Fall 2005. Offers differential tuition to new entering nonresident undergraduate students from Illinois and Iowa who enroll in fields that address the workforce needs of both new and established Wisconsin businesses.	Eligible students are charged the resident tuition rate plus a premium of \$4,000 per year in 2007-08. The initiative will be reviewed by the Board no later than Spring 2009.
UW-River Falls	Campus Connections for Success	Implemented Fall 2007 for all undergraduates. Program is to help students connect to campus when they arrive and throughout their undergraduate career.	Tuition will be increased by \$36 per semester in 2007-08 and will remain flat through 2010-11 when it is reviewed.
UW-Stout	Customized Instruction	Implemented Fall 1999. Provides tuition flexibility to determine and charge market rates for customized programs, certificates, and courses to meet the needs of business and industry. Courses will be typically provided in alternative time frames (i.e. summer, evenings, and/or weekends.)	Market tuition rates will vary by program. It was estimated in 1999 that market rates would typically fall into the \$600 to \$1,200 range for a two-credit course.
	Access to Learning – Undergraduate and Graduate	Implemented Fall 1999. Differential tuition helps provide access to active learning principles which promote critical and creative thinking abilities in students.	Both residents and nonresidents pay the same differential tuition amount of five percent of resident undergraduate or graduate tuition.
UW-Superior	Academic Excellence – Undergraduate	Implemented Fall 2003 to provide funding for library initiatives with an immediate emphasis on the Jim Dan Hill library operation and support structure.	All undergraduate students are assessed an additional \$75 per semester. The differential fee is prorated for part-time students.
UW-Whitewater	Advising and Integrated Freshman Experience Program – Undergraduate	Implemented Fall 2003 to promote continual student success through a multilevel advising model and an integrated freshman experience program.	Undergraduate tuition increases by an additional amount equal to 3.5% of the resident undergraduate tuition rate.

<p>UW-Eau Claire UW-Green Bay UW-La Crosse UW-Oshkosh UW-Parkside UW-River Falls UW-Stevens Point UW-Whitewater</p>	<p>Return to Wisconsin Program – Undergraduate</p>	<p>Implemented Fall 2004 and applies to undergraduate nonresident students who are the children and/or grandchildren of a specific institution’s qualifying alumni. The nonresident student must be a legal resident of a state other than Wisconsin or Minnesota.</p>	<p>The differential rate is equal to the nonresident tuition rate less 25%, but not less than the projected cost of a student’s education. The 2007-08 tuition rate is \$9,294 plus any campus differential rate (if applicable).</p>
<p>UW-Eau Claire UW-Green Bay UW-La Crosse UW-Platteville UW-Stevens Point UW-Stout UW-Superior UW-Whitewater UW Colleges</p>	<p>Midwest Student Exchange Program</p>	<p>Implemented Fall 2006 and applies to undergraduate and graduate nonresident students from Kansas, Michigan, Missouri, Nebraska, and North Dakota.</p>	<p>The differential rate is equal to 150% of resident tuition. The 2007-08 tuition rates are \$7,229 for undergraduates at the Comps, \$6,402 for undergraduates at Colleges, \$9,242 for graduates, and \$10,073 for business masters plus any campus differential rate (if applicable).</p>

PER CREDIT TUITION

<p>UW-Stout</p>	<p>Per Credit Tuition - Undergraduate and Graduate Students</p>	<p>Implemented Fall 2002, simultaneously with UW-Stout’s laptop computer per credit user fee, in order to promote administrative simplicity, support for adult and part-time access, equity and infusing the digital environment into all aspects of campus life.</p>	<p>Per credit tuition is being phased in since beginning in 2002. Students enrolled before per credit tuition was implemented in 2002 have until 2008 to complete their degrees under the plateau system.</p>
-----------------	---	---	---

SERVICE-BASED PRICING

UW-Madison	Evening MBA Program	The evening MBA program is designed only for adults with an undergraduate degree and several years of work experience. Flexible scheduling packages and full ancillary services are offered through this program.	This program was priced at \$9,164 in 2004-05.
UW-Milwaukee	Engineering Management Masters Program	Implemented Spring 2002 as a graduate level program offered jointly through the School of Business Administration and College of Engineering and Applied Science. This program's Friday afternoon / all day Saturday cohort structure is specifically tailored to meet the needs of working adults seeking new skills to enhance their careers.	Initially priced at \$25,500 which not only covers all costs of the program, but also contributes support to UW-Milwaukee campus initiatives.
UW-La Crosse	Certificate Program in Medical Dosimetry	Implemented Fall 2003 to serve existing Certified Radiation Therapists located in affiliate regional medical centers. Program is primarily web-based instruction with limited, resident, weekend intensive training.	Initially priced at \$400 per credit and meets all expenses of the program.
UW-River Falls	Master of Management	Implemented Fall 2000 as a means of providing continuing education to adult students in locations determined by student demand and using a combination of web-based and face to face delivery. Enrolled students have access to library materials, textbook acquisition, and career planning and advising.	Initially priced at \$325 per credit which covers all direct costs associated with the Master of Management program.
UW-Whitewater	Online Masters of Business Administration Program	Implemented as a service-based pricing program in the Fall of 2003. Provides additional support, online assessment, and training workshops to students in the online MBA program.	Initially priced at \$550 per credit in 2003-04, which is more than 200% of the resident graduate rate.

APPENDIX B. 2007-09 BUDGET SUMMARY

UNIVERSITY OF WISCONSIN SYSTEM 2007-09 BIENNIAL BUDGET

	2007-08 GPR	2007-08 Fee	2007-08 GPR/FEE Total	Joint Finance Committee			Biennial GPR	Biennial Fee	Biennial GPR/FEE Total
				ONGOING					
	2008-09 GPR	2008-09 Fee	2008-09 GPR/FEE Total						
A. Growth Agenda for Wisconsin									
I. Wisconsin Covenant Staff	0	0	0	0	0	0	0	0	0
II. Veterans Outreach	0	0	0	0	0	0	0	0	0
III. Recruitment and Retention of Faculty/Staff	2,307,600	1,025,700	3,333,300	4,615,300	2,051,400	6,666,700	6,922,900	3,077,100	10,000,000
IV. State Growth Agenda	0	0	0	21,455,600	12,298,600	33,754,200	21,455,600	12,298,600	33,754,200
SUBTOTAL: Growth Agenda For Wisconsin	2,307,600	1,025,700	3,333,300	26,070,900	14,350,000	40,420,900	28,378,500	15,375,700	43,754,200
B. Standard Budget Adjustments									
I. 2005-07 Classified Increases Over Pay Plan	5,279,000	1,752,700	7,031,700	5,279,000	1,752,700	7,031,700	10,558,000	3,505,400	14,063,400
II. 2006-07 Full Funding of April 1, 2007 Pay Plan	14,294,900	6,056,000	20,350,900	14,294,900	6,056,000	20,350,900	28,589,800	12,112,000	40,701,800
III. 2004-05 and 2005-06 Craftworker Adjustments	700,700	241,000	941,700	700,700	241,000	941,700	1,401,400	482,000	1,883,400
IV. Full Funding of Fringe Benefit Cost Increases	23,787,400	6,670,800	30,458,200	25,243,000	5,215,200	30,458,200	49,030,400	11,886,000	60,916,400
V. 2004-05 and 2005-06 PRAs and DCAs	1,375,700	473,000	1,848,700	1,375,700	473,000	1,848,700	2,751,400	946,000	3,697,400
VI. Smith Level Pay Plan Increases	269,700	0	269,700	269,700	0	269,700	539,400	0	539,400
SUBTOTAL: Standard Budget Adjustments	45,707,400	15,193,500	60,900,900	47,163,000	13,737,900	60,900,900	92,870,400	28,931,400	121,801,800
C. 2007-09 Utilities Increases	7,768,200	4,058,900	11,827,100	15,696,700	8,042,100	23,738,800	23,464,900	12,101,000	35,565,900
D. Minority/Disadvantaged Financial Aid Programs	738,400	0	738,400	1,353,100	0	1,353,100	2,091,500	0	2,091,500
E. Application Fee Increases	0	1,100,000	1,100,000	0	1,100,000	1,100,000	0	2,200,000	2,200,000
F. Student Tech Fee Increases	0	123,800	123,800	0	1,412,300	1,412,300	0	1,536,100	1,536,100
TOTAL (GROWTH AGENDA + COST TO CONTINUE):	56,521,600	21,501,900	78,023,500	90,283,700	38,642,300	128,926,000	146,805,300	60,144,200	206,949,500
Governor's Initiatives									
I. Biomedical Technology Alliance	500,000	0	500,000	0	0	0	500,000	0	500,000
II. Islet Transplantation Program	200,000	0	200,000	200,000	0	200,000	400,000	0	400,000
III. Debt Service Reestimate	14,900,500	0	14,900,500	18,064,400	0	18,064,400	32,964,900	0	32,964,900
SUBTOTAL: Governor's Initiatives	15,600,500	0	15,600,500	18,264,400	0	18,264,400	33,864,900	0	33,864,900
Joint Finance Committee Initiative									
I. Medical Practice In Underserved Areas (WARM Initiati	0	0	0	400,000	0	400,000	400,000	0	400,000
SUBTOTAL: Joint Finance Initiatives	0	0	0	400,000	0	400,000	400,000	0	400,000
TOTAL (GROWTH AGENDA + COST TO CONTINUE + GOVERNOR'S INITIATIVES + JFC INITIATIVES)	72,122,100	21,501,900	93,624,000	108,948,100	38,642,300	147,590,400	181,070,200	60,144,200	241,214,400

BOARD OF REGENTS OF THE UNIVERSITY OF WISCONSIN SYSTEM

President - Mark J. Bradley
Vice President - Charles Pruitt

STANDING COMMITTEES

Executive Committee

Mark J. Bradley (Chair)
Charles Pruitt (Vice Chair)
Elizabeth Burmaster
Danae D. Davis
Milton McPike
Brent Smith
Jesus Salas
Michael J. Spector
David G. Walsh

Business, Finance, and Audit Committee

Brent Smith (Chair)
Eileen Connolly-Keesler (Vice Chair) (Audit Liaison)
Elizabeth Burmaster
Peggy Rosenzweig
Thomas P. Shields

Education Committee

Danae D. Davis (Chair)
Michael J. Spector (Vice Chair)
Judith V. Crain
Mary Quinnette Cuene
Thomas A. Loftus
Colleene P. Thomas

Physical Planning and Funding Committee

Jesus Salas (Chair)
Milton McPike (Vice Chair)
Jeffrey B. Bartell
Michael J. Falbo
David G. Walsh

Personnel Matters Review Committee

Michael J. Spector (Chair)
Jeffrey B. Bartell
Judith V. Crain
Danae D. Davis
Peggy Rosenzweig

Committee on Student Discipline and

Other Student Appeals

Brent Smith (Chair)
Milton McPike
Thomas P. Shields
Michael J. Spector

OTHER COMMITTEES

Liaison to Association of Governing Boards

Eileen Connolly-Keesler

Hospital Authority Board - Regent Members

Milton McPike
Peggy Rosenzweig
Brent Smith

Wisconsin Technical College System Board

Peggy Rosenzweig, Regent Member

Wisconsin Educational Communications Board

Judith V. Crain, Regent Member

Higher Educational Aids Board

Milton McPike, Regent Member

Research Park Board

David G. Walsh, Regent Member

Teaching Excellence Awards

Danae D. Davis (Chair)
Jeffrey B. Bartell
Milton McPike
Jesus Salas
Colleene P. Thomas

Academic Staff Excellence Awards Committee

Eileen Connolly-Keesler (Chair)
Danae D. Davis
Milton McPike
Jesus Salas
Brent Smith

Public and Community Health Oversight and Advisory Committee

To be appointed

Committee on Regent Response to the Legislative Audit Bureau Audit on Personnel Policies and Practices

Thomas A. Loftus (Chair)
Jeffrey B. Bartell
Eileen Connolly-Keesler
Judith V. Crain
Professor Chris Sadler
Interim Chancellor Richard Telfer
Academic Staff Representative Dennis Shaw

The Regents President and Vice President serve as ex-officio voting members of all Committees.

BOARD OF REGENTS OF THE UNIVERSITY OF WISCONSIN SYSTEM

2007 MEETING SCHEDULE

(Held in Madison unless otherwise indicated)

January 4th and 5th (cancelled, circumstances permitting)

February 8th and 9th

March 8th and 9th (at UW-Parkside)

April 12th and 13th (at UW-Oshkosh)

May 10th and 11th

June 7th and 8th (at UW-Milwaukee)

July 12th and 13th

August 23rd and 24th (cancelled, circumstances permitting)

September 6th and 7th

October 4th and 5th (at UW-River Falls)

November 8th and 9th

December 6th and 7th (hosted by UW-Madison)