



Board of Governors
Special Meeting
June 8, 2018
Official Proceedings

The meeting was called to order at 11:22 p.m. by President Wilson in Room FGH at McGregor Memorial Conference Center. Secretary Miller called the roll. A quorum was present.

Governors Busuito, Dunaskiss, Gaffney, Kelly, Nicholson, O'Brien, Thompson, and Trent; and President Wilson

Also Present: Provost Whitfield, Vice Presidents Decatur, Lanier, Staebler, and Wright; and Secretary Miller

The purpose of the Special Meeting is to consider the tuition and fee recommendations and proposed budgets for fiscal year 2019. President Wilson announced that the Budget and Finance Committee met earlier in the day and has several recommendations for the Board's consideration.

FY 2019 TUITION AND FEE RATES

ACTION – Upon motion by Governor Gaffney and seconded by Governor Kelly, the Board of Governors approved the FY 2019 tuition rates and mandatory fees as presented. In summary, the base tuition and fees for Wayne State University are increased by 2.9 percent for undergraduates and 2.9 percent for graduate and most professional students, with the exception of fourth-year School of Medicine M.D. program students.

In terms of mandatory fees, Wayne State University requires all students to pay a Registration Fee (on a semester basis) and a Student Services Fee, formerly the omnibus fee (on a per credit hour basis). The registration fee will be increased by 2.9 percent for all undergraduate students and 2.9 percent for all graduate and professional students (excluding School of Medicine M.D. program students who are charged a separate fee). The Student Services Fee rate will increase by 2.9 percent for undergraduates and 2.9 percent for graduates and professional students (M.D. program students are charged a rate based on their class level).

Further, the Board of Governors authorized the President or his designee to make adjustments to the rates for special programs or where otherwise appropriate.

The motion was adopted with a vote of 7-1.

The tuition and fee rates for the various categories and levels for FY 2019 are as follows:

<u>Category & Level</u>	<u>Resident</u>	<u>Non-Resident</u>
Undergraduate - Lower Division		
Tuition Rates		
All schools (other than listed below)	\$384.74	\$881.20
Engineering and CLAS - Sciences	391.44	887.90
Business Administration;	411.28	907.74
Fine, Perf., Com. Arts;	411.28	907.74
Kinesiology-Education;	411.28	907.74
Public Health-CLAS	411.28	907.74
Nursing	411.28	907.74
Other Student Fees (per semester)		
Engineering Support Fee -Full-time	\$100.00	\$100.00
Engineering Support Fee - Part-time	50.00	50.00
Sciences Support Fee - Full-time	50.00	50.00
Sciences Support Fee - Part-time	25.00	25.00
Honors Support Fee - Full-time	50.00	50.00
Honors Support Fee - Part-time	25.00	25.00
Undergraduate - Upper Division		
Tuition Rates		
All schools (other than listed below)	\$456.58	\$1049.92
Engineering and CLAS - Sciences	463.33	1056.67
Business Administration;	497.75	1091.09
Fine, Perf., Com. Arts;	497.75	1091.09
Kinesiology-Education;	497.75	1091.09
Public Health-CLAS	497.75	1091.09
Nursing	598.65	1191.99
Other Student Fees (per semester)		
Engineering Support Fee -Full-time	\$350.00	\$350.00
Engineering Support Fee - Part-time	175.00	175.00
Sciences Support Fee - Full-time	100.00	100.00
Sciences Support Fee - Part-time	50.00	50.00
Honors Support Fee - Full-time	50.00	50.00
Honors Support Fee - Part-time	25.00	25.00
All Undergraduate - Lower and Upper Divisions		
Mandatory Fees		
Student Services fee (per credit hour)	\$36.65	\$36.65
Registration fee (per semester)	227.87	227.87

Graduate Programs

Tuition Rates

All Graduate programs (other than listed below)	\$657.51	\$1424.18
Business Adm., Engineering, Library Science	763.13	1529.80
Kinesiology-Education	747.52	1514.18
Global Executive Track - Engineering	1526.25	2292.92
Fine, Performing and Communication Arts	690.38	1457.05
Law (LLM Program)	1022.83	1122.09
Medicine	819.05	1546.23
Nursing	897.02	1663.69
Pharmacy and Health Sciences	747.52	1514.19

Mandatory Fees -- All Graduate Programs

Student Services fee– (per credit hour)	52.87	52.87
Registration fee (per semester)	305.91	305.91

Professional Programs

Tuition Rates

Law (J.D. Program) Unranked	1,003.75	1103.01
Law (J.D. Program) 1 st Year	1,022.83	1122.09
Law (J.D. Program) 2 nd Year	1,003.75	1103.01
Law (J.D. Program) 4 th Year	965.15	1060.59
Medicine (M.D. Program) 1 st Year	655.22	1181.29
Medicine (M.D. Program) 2 nd Year	655.22	1181.29
Medicine (M.D. Program) 3 rd Year	655.22	1363.53
Medicine (M.D. Program) 4 th Year	621.25	1292.80
Pharm. D.	747.52	1514.19

Mandatory Fees

Student Services fee (per credit hour)	52.87	52.87
Student Services fee (per credit hour)		
M.D. 1 st Year	25.31	25.31
M.D. 2 nd Year	25.31	25.31
M.D. 3 rd Year	25.31	25.31
M.D. 4 th Year	24.00	24.00
Registration Fee (Law, Pharm. only per semester)	305.91	305.91

FY 2019 GENERAL FUND BUDGET

ACTION –Upon motion by Governor Dunaskiss and seconded by Governor Busuito, the Board of Governors approved the proposed FY 2019 General Fund budget, its projected revenues and expenditures, and the budgets for individual university units and specifically funded programs as presented.

Further, the Board authorized the President to implement the budget management procedures, and budget-related policies, with such modifications as may be deemed necessary during the fiscal year.

Finally the Board authorized the President to make budget adjustments and/or recommend tuition adjustments to the Board in sufficient amount to offset any subsequent state appropriation funding adjustment from the projected amount as shown in the proposed FY 2019 General Fund budget.

The motion was adopted 7-1.

FY 2019 General Fund Budget
Summary Revenues and Expenditures (in Dollars)

	FY 2018	FY 2019	Variance	
	Restated Budget	Recommended Budget	\$	%
Revenues				
State Appropriations	198,936,916	202,130,316	3,193,400	1.6%
Net Tuition and Fee Revenues	394,348,739	404,500,846	10,152,107	2.6%
Indirect Cost Recovery	34,000,000	36,500,000	2,500,000	7.4%
Investment Income	5,700,000	5,700,000	0	0.0%
Other Revenues	6,097,854	6,624,614	526,760	8.6%
Total Revenue	\$639,083,509	\$655,455,776	\$16,372,267	2.6%
Expenditures				
Schools and Colleges	222,123,754	225,732,722	3,608,968	1.6%
Divisions	168,463,528	172,769,243	4,305,715	2.6%
Student Financial Aid	74,158,779	79,401,758	5,242,979	7.1%
Central Accounts	171,195,487	174,177,443	2,981,956	1.7%
Other Expenses	3,141,962	3,374,610	232,648	7.4%
Total Expenditures	\$639,083,509	\$655,455,776	\$16,372,267	2.6%
Net Budget Surplus (Shortfall)	0	0	0	0.0%

FY 2019 AUXILIARY FUND BUDGET

ACTION – Upon motion by Governor Busuito and seconded by Governor Gaffney, the Board of Governors approved the proposed FY 2019 budget for the Auxiliary Activity units as presented and detailed in the FY 2019 Current Funds Budget book. The motion was adopted 7-1.

Total Auxiliary Activities Revenue and Expenditures, FY 2019
(dollars in thousands)

Category FY 2019 Budget

Revenues:

Beginning Net Assets	\$3,576.6
Operating Revenue	
Student Tuition and Fees	6,056.5
Auxiliary Revenues	<u>25,975.7</u>
Total Operating Revenues	<u>32,032.2</u>
Non-Operating Revenues	
Gifts	2,258.0
Other	<u>3,640.6</u>
Total Non-Operating Revenues	<u>5,898.6</u>
Total Revenues	<u>\$37,930.8</u>
<u>Expenditures and Transfers</u>	
Auxiliary enterprises	
Compensation	13,185.6
Operating Expenses	<u>15,124.5</u>
Expenditures	\$28,310.1
Transfers Out/(In)	
Debt Service	6,985.8
Plant & Other	5,244.5
General Fund Support	<u>(1,908.8)</u>
Subtotal Transfers	\$10,321.5
Total Expenditures and Transfers	<u>\$38,631.6</u>
Operating Surplus / (Deficit)	(\$700.8)
Ending Net Assets	\$2,875.8

REVISION TO BOG STATUTE ON MILITARY SERVICE TUITION POLICY

A change to the BOG Statute on Military Service Tuition Policy was summarized and reviewed. Governor Gaffney asked how many active military service individuals are enrolled and for an estimated impact on enrollment. Provost Whitfield responded that currently there are 50 students in active military service. The ROTC estimates that the suggested change in policy could bring in perhaps 20 to 25 more students.

ACTION – Upon motion by Governor Dunaskiss and seconded by Governor O'Brien, the Board of Governors approved the revisions to the Military Service tuition policy, statute sections 2.34.03.091 and 2.34.03.094, as presented, effective Fall Term 2018. The motion was adopted unanimously.

Statute sections 2.34.03.091 and 2.34.03.094 will now read as follows:

2.34.03.091 Individuals in any state on active duty in any component of the U.S. Armed Forces, including Reserves and National Guard, on or before the first day of classes, are eligible for a special tuition rate of 50 percent of the then-current in-state tuition rates, except for those enrolled in the Law School or the School

- 2.34.03.94 Individuals who were separated from the National Guard of any state under any conditions other than dishonorable, and their dependents, are eligible for Michigan in-state tuition.

SPECIAL PRESENTATION

President Wilson invited Chief Anthony Holt of the Department of Public Safety to make a special presentation. Chief Holt recalled the tragic incident of November 2016 when Officer Colin Rose was killed. It was the first time since the Department was established in 1966 that an officer was killed or even seriously injured, and the effect was even more devastating when the suspect was not apprehended within the first 48 hours. Chief Holt said several people helped with the investigation. Governor Nicholson made a substantial donation to the reward fund, and another Board member introduced him to an agent from the Drug Enforcement Agency (DEA), who provided invaluable information on how and where to conduct an investigation, and how to get information and interview people at certain locations. The agent was from out-of-town and made herself readily available, and Chief Holt said it was appropriate that the University give her some special recognition for her valuable help. He introduced Dawn Marie Ohanian, a 25-year veteran of the DEA who is currently stationed at the U.S. Embassy in Rome, and read the following citation:

For your always supportive guidance in the investigation of the death of Wayne State University police Sergeant Colin Rose. Your expertise, assistance, and professionalism were crucial to our obtaining closure in this tragic incident. With our heartfelt thanks and appreciation, the men and women of the Wayne State University Police Department. Thank you.

Ms. Ohanian accepted the plaque and the university's thanks.

ADJOURNMENT

In closing, President Wilson noted that the tuition increase of 2.9% is lower than the State tuition cap, which is an indication of the Board's commitment to keeping tuition as affordable as possible for Wayne State students while continuing to offer a quality education. The administration still has considerable work ahead to develop a process, which will include faculty input, to move forward in making strategic cuts as opposed to across-the-board cuts. The President commended the Board for its courageous decision to keep the tuition increase at a level where students can continue to get a quality education while keeping the costs as affordable as possible.

There being no further business, the meeting was adjourned at 11:30 p.m.

Respectfully submitted,



Julie H. Miller
Secretary to the Board