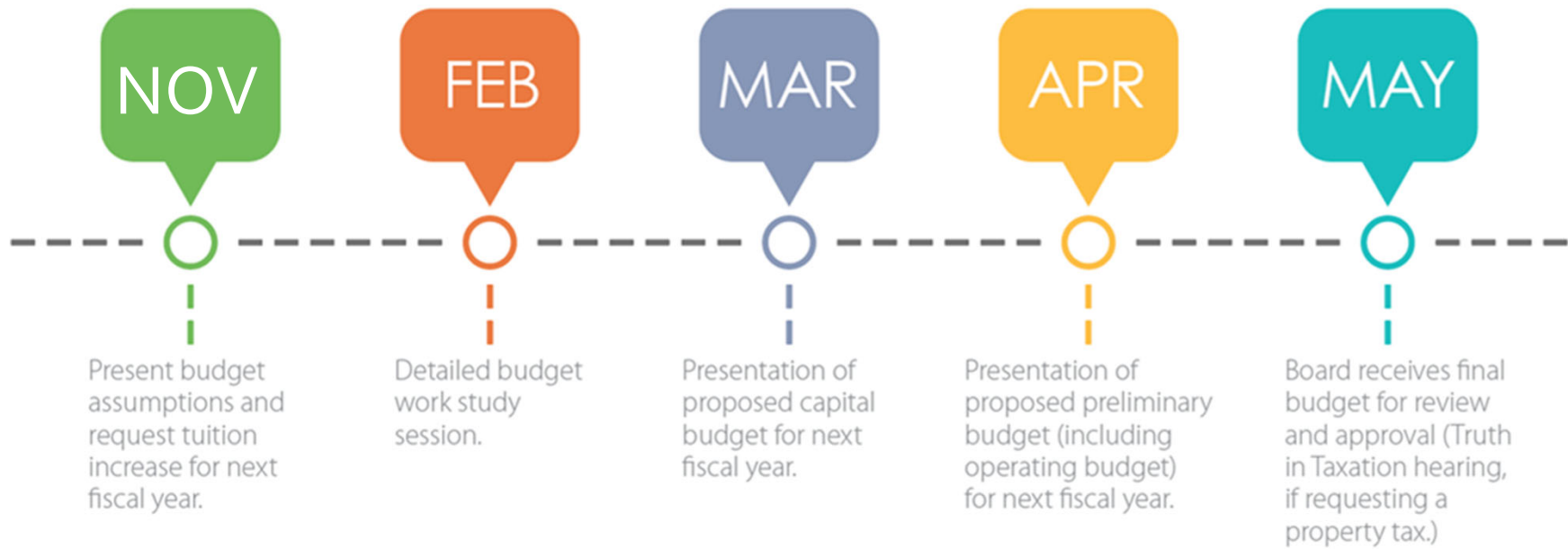


# FY25 Budget Assumptions and Tuition Proposals

*Prepared for the District Governing Board*

*November, 2023*



## Budget Timeline

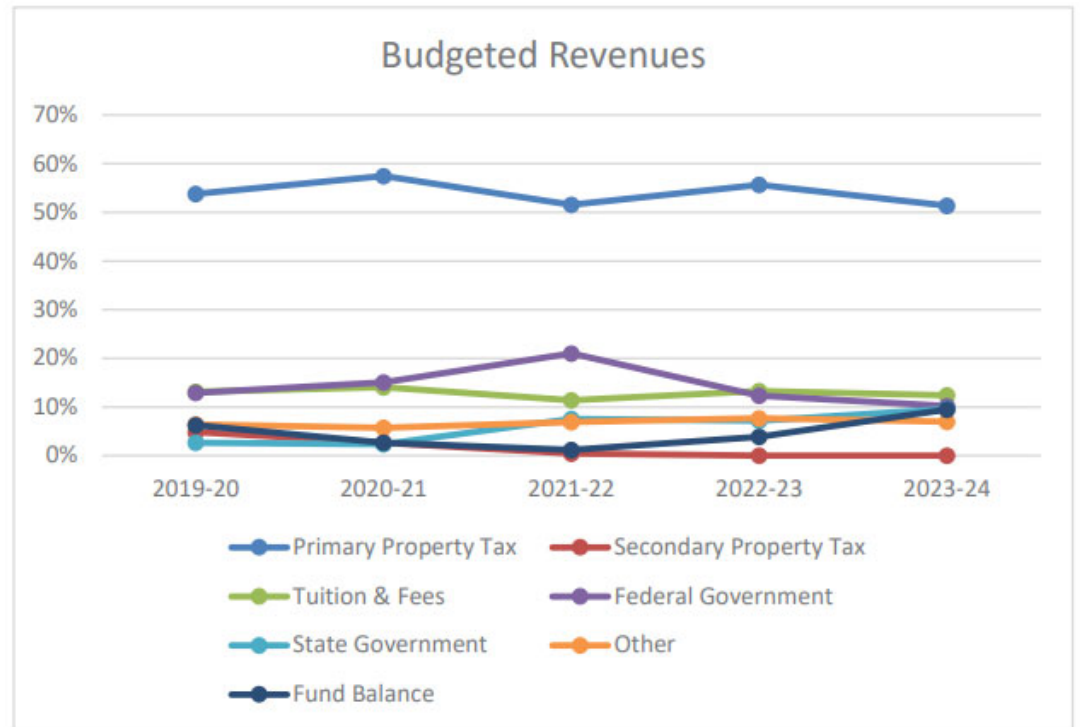
# Context

## Environmental Scan

- Demographic
- Economy & Workforce
- Social & Cultural
- Technology
- Education
- Political

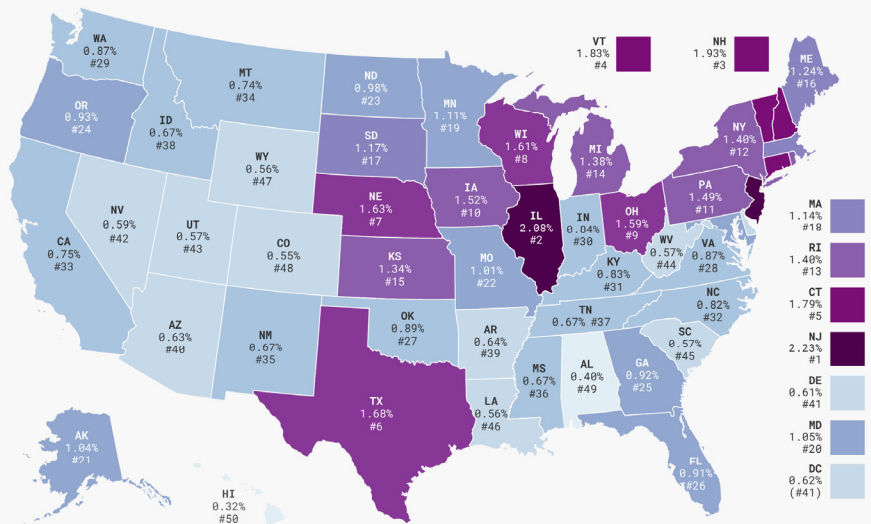


# Context



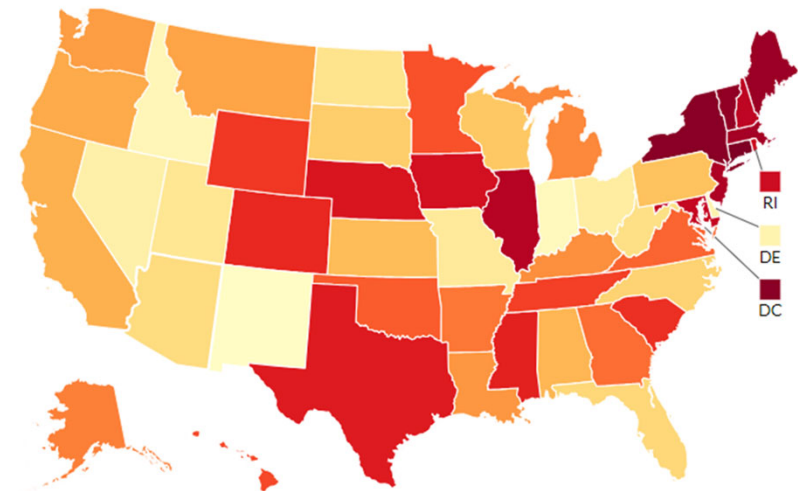
## How High Are Property Taxes in Your State?

Property Taxes Paid as a Percentage of Owner-Occupied Housing Value, 2021



Note: The figures in this table are mean effective property tax rates on owner-occupied housing (total real taxes paid/total home value). As a result, the data exclude property taxes paid by businesses, renters, and others. D.C.'s rank does not affect states' ranks, but the figure in parentheses indicates where it would rank if included.  
Sources: U.S. Census Bureau, "2021 American Community Survey"; Tax Foundation calculations.

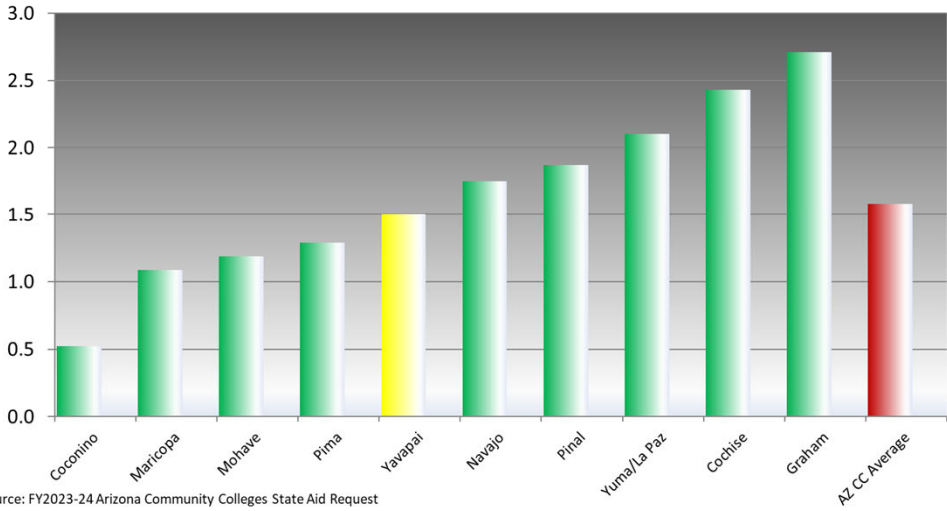
Residential is 11<sup>th</sup> Lowest in US



Business is 11<sup>th</sup> Lowest in US

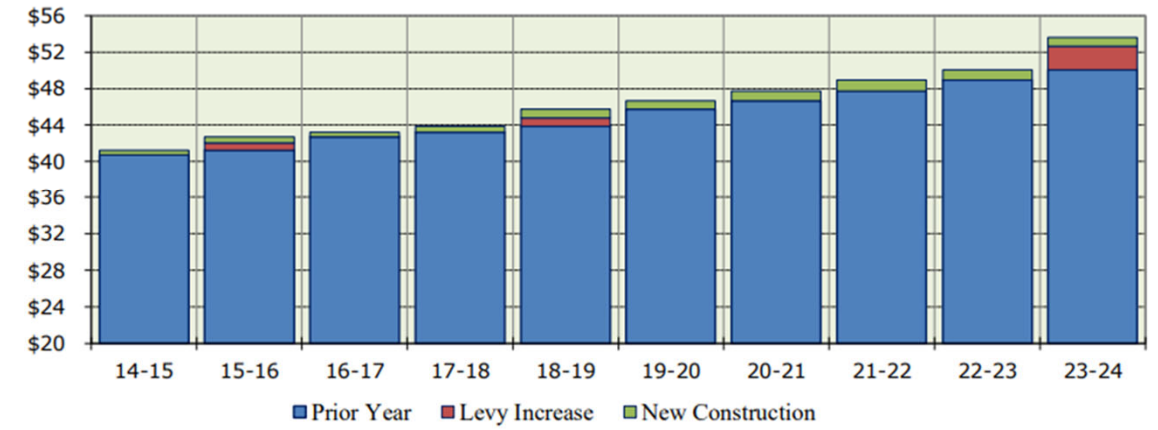
-- TaxFoundation.org

**Arizona Community College  
2023 Primary Property Tax Rates  
(in mils)**

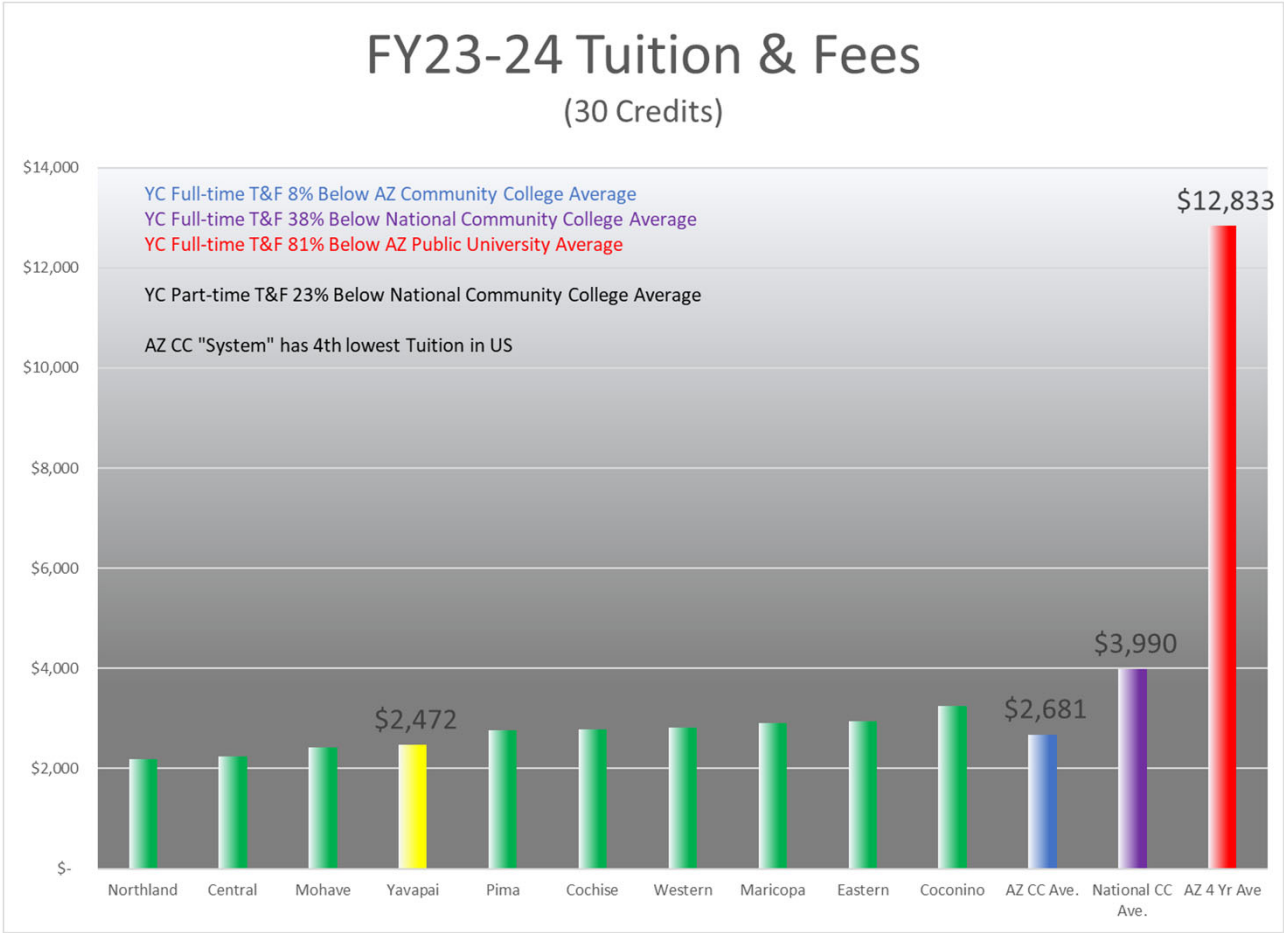


Source: FY2023-24 Arizona Community Colleges State Aid Request

**Primary Levy**



# Price Competitive

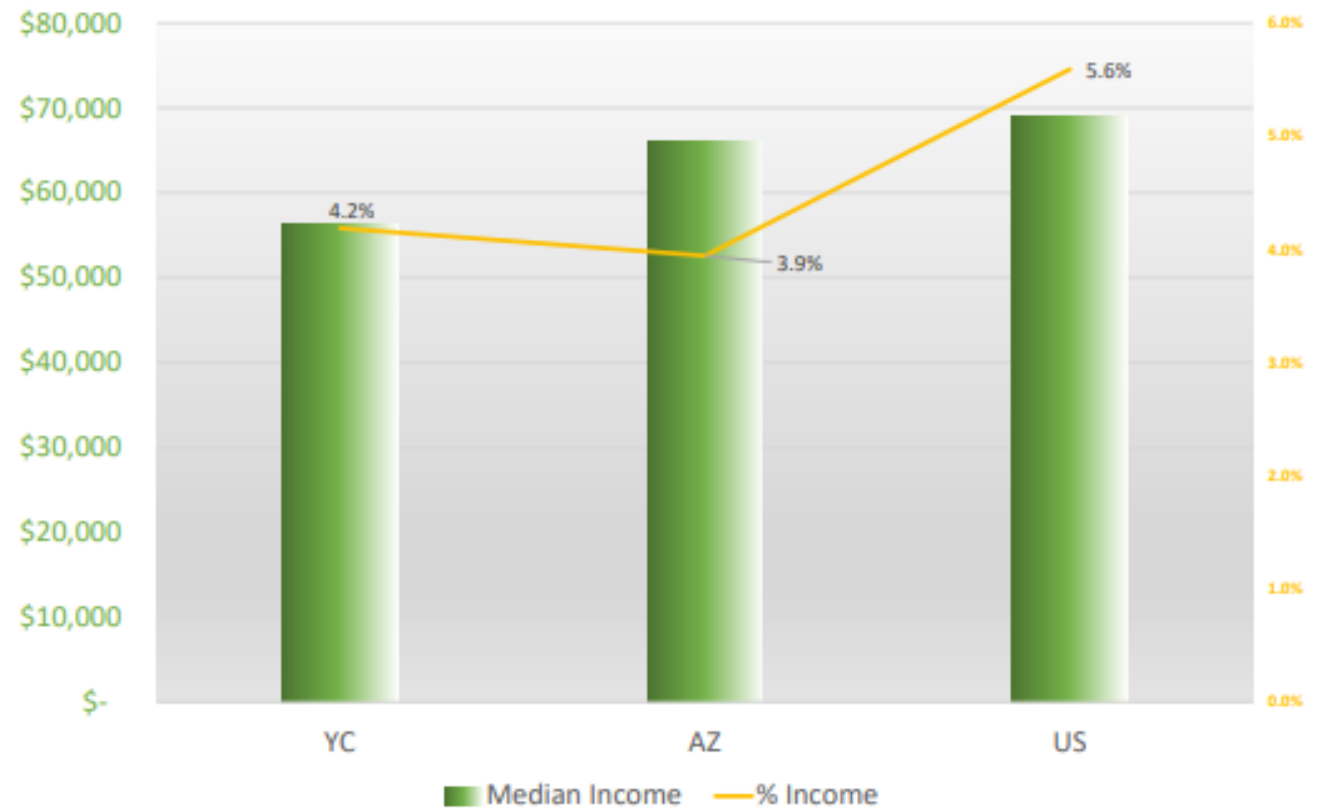


Source: FY2024-25 State Aid Request,  
Collegeboard Trends, ASU.edu, UA.edu, NAU.edu

Accessible

## Affordability Index

FY23 Full-Time Tuition & Fees as a Proportion of 2021 Median Household Income





# FY2025 Budget Assumptions

	Forecasted	
Changes in Revenues and Expenses		
		FY25
<b>Revenues</b>		
Property Tax	New Construction	\$ 1,000,000
	Increase Levy (2%)	\$ 1,070,000
Tuition	Price @ 5%	\$ 664,000
	Growth @ 3%	\$ 337,000
State M&O		\$ (9,000)
Workforce Innovation		\$ 300,000
	<b>Sub Total</b>	\$ 3,362,000

# Tuition Pricing Goals

- **Be transparent**
  - Very few course/program fees
- Remain **price-competitive**
- **Be Accessible**
  - Keep price affordable
    - i.e. reflect lower county wages

# Lower Division Tuition & Fee Recommendations

- **In-State Tuition Increases**
  - 3 Tiers
    - 1: General Education \$5
    - 2: Lab Based \$6 (move DAN & THR from T1 to T2)
    - 3: CTE/ Allied Health \$7
  - **Market Based**
    - CDT: Change to Tier 3, add fee for 2 courses
    - FSC: Change to Tier 3, add fee for 1 course
    - GST: \$7
    - LPN: \$193
    - NSG: \$25
    - RAD: \$9
  - General Fees – not applicable
- **Out-of-State**
  - WUE \$7, \$9, \$12
  - Non-WUE: \$0, \$1, \$2
    - Market: same as above

## Upper Division Recommendations

### Tier 4: Upper Division Business & CIS

- In-state \$7
- WUE \$10
- Non-WUE \$10

### Upper Division Nursing

- In-state \$38
- WUE n/a
- Non-WUE \$38

## Discounts

- Senior Citizen discount: 50%
- Dual Credit: >90% (charge \$10/ credit)
- Online concurrent discount: 50%
- Face-Face Tier 1 Concurrent: 25%
- FT students: 20%+
- Volume discounts
  - Businesses with over 500 employees
  - Business partners who provide significant teaching & learning support

## Scholarships

- YC Promise
- Workforce Promise
- Earn to Learn: For Bachelor Degree Students
- AZ Literacy Endorsement Teaching Cert- 50%

# Discounts & Scholarships

# Course Fees

- Aviation: 3.9%
- FSC 105: 5%
- CDT 200/ CDT250: 5%
- GEO103/ GEO212 5%
- MUS Lessons 5%

## Auxiliary Services

- Residence Halls: nc
  - Includes parking, laundry, internet, utilities, security
- Meal Plans: +10%
- Family Enrichment Center: +5%

# Request Approval

- In-State:
  - Lower Division: \$5, \$6, \$7
    - Move DAN/THR from T1-T2
  - Upper Division
    - BUS/ CIS \$7
- Out-of-State:
  - WUE
    - Lower Division \$7, \$9, \$12
    - Upper Division
      - BUS/ CIS \$10
  - Non-WUE
    - Lower Division: \$0, \$1, \$2
    - Upper Division:
      - BUS/ CIS: \$10
- Market-Based:
  - CDT/FSC – move to Tier 3 with fees
  - GST – \$7
  - Add LPN - \$193
  - NSG - \$25 LD, \$38 UD
  - RAD- \$9
- General Fees: n/a
- Discounts & Scholarships
  - F-F Concurrent 25%
  - Literacy Endorsement Courses 50%
  - Expand Earn to Learn
- Course Fees
  - AVT: 3.9% ave.
  - CDT 200/250: 5%
  - FSC105: 5%
  - GEO103/ GEO212: 5%
  - MUS Lessons: 5%
  - REC varies
- Auxiliaries
  - Food 10%
  - Residence Halls 0%
  - FEC 5%



Thanks