

## **Budget 2015 Assumptions & Scenarios**

### **Revenue increases (as per schedule approved by BOR)**

- Tuition: \$10/credit increase in FY 2015 (from \$115 to \$125)
- Facilities fee:
  - Fall 2014 & spring 2015 fee @ \$175 for full time and \$50 for part time
  - Summer 2015 fee @ \$50 for full time and \$25 for part time

### **Background data** (Excel spreadsheet provided)

#### **Key points:**

- Retention back to 63.8% in fall 2013
- Decline in headcount seen across all campuses and semesters
- Decline in headcount seen across all campuses for new and continuing students in fall semesters
- Decline in new students in fall 2013 to 481 from fall 2012's total of 700
- Decline in FTE (average credits currently at 11.4 credits/student)

## **3 Scenarios**

**Scenario 1** – Stabilize: Stabilize college enrollment at projected AY2013/14 figures

**Scenario 2** – Stabilize with increase: Stabilize college enrollment at projected AY 2013/14 figures with interventions to increase enrollment

**Scenario 3(a)** – Decline in enrollment continues at -5%; **Scenario 3(b)** – Decline in enrollment continues at -10%

### **Factors affecting enrollment & revenue**

- Increased competition from other IHEs in the region (PCC, GCC, etc.)
- Increased competition from other IHEs via distance learning (SDSU, Walden, etc.)
- Increased competition from other IHEs in the FSM (Chuuk Pastoral Institute (offers LA degree) and Bible College – combined fall 2013 enrollment estimated at >200)
- Changing demographics across the FSM
- Declining elementary-secondary enrollment
- Impact of increased tuition and fees costs on existing and future students
- Impact of increased tuition and fees costs on existing and future residence hall students
- Assumption that FSM will be able to continue providing \$3.8 million from ESG grant and local revenue resources
- Changes in COMET (college entrance test)

**Potential mitigation activities can be found in IEMP and strategic plan**