

May 22-23, 2019

**ITEM 183-101-R0519**  
**2021 Biennial Budget Recommendations**

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**THAT**

The Board of Regents adopts the 2021 Biennial Budget Recommendations for setting tuition and fees, allocating state appropriations, and distributing performance funding.

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**EXPLANATION**

The 2021 Biennial Budget Recommendations are summarized in the following categories:

**Tuition**

- Freeze resident undergraduate and graduate-level tuition
- Increase non-resident tuition rates between 3-5% annually at MSU and UM

**Fees**

- Hold annual increases to mandatory fees at or below 3% on each campus
- Approve increases to program and course fees, as well as other designated fees including room and board

**State Appropriations**

- Allocate \$24M of state appropriations to the MUS Ed. Units to freeze tuition and address present law adjustments, including \$5.2M for the pay plan, for a total of \$29.2M
- Key points: 1) backfill resident undergraduate tuition revenue at an amount equal to 3% of FY19 levels; 2) provide an adjustment to specific campuses to address inequities related to state funding per resident student; and 3) distribute pay plan funding based a 50 cent per hour increase

**Performance Funding**

Allocate \$13.6M out of the designated \$15M based on performance funding metrics

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**ATTACHMENTS**

None