

May 21, 2025

**ITEM 218-101-R0525**

**Request for Approval of the 2027 Biennial Budget Recommendations**

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**THAT**

The Board of Regents adopts the 2027 Biennial Budget Recommendations for setting tuition and fees, allocating state appropriations, and distributing performance funding.

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**EXPLANATION**

The 2027 Biennial Budget Recommendations are summarized in the following categories:

**Tuition**

- Resident/Non-resident undergraduate and graduate tuition increases range between \$4 and \$18 per credit hour, in FY26 & FY27.
  - Flagships = \$18 increase per credit, \$432 annual tuition increase for full-time enrolled students
  - Special Focus (STEM) = \$15 increase per credit, \$360 annual tuition increase for full-time enrolled students
  - 4-year Regional = \$12 increase per credit, \$288 annual tuition increase for full-time enrolled students
  - 2-year Colleges = \$4 increase per credit, \$96 annual tuition increase for full-time enrolled students

**Fees**

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

**State Appropriations**

- Allocate \$30.8M over the biennium to the MUS Ed. Units to address present law adjustments (PLA)
- Distribute approximately \$27M over the biennium to fund the state supported side of the Pay Plan at the MUS Ed. Units
- Key points: 1) systemwide PLA allocations based on 3-year average resident enrollment; and 2) distribute pay plan funding based upon a \$1.00 per hour increase or 2.5%, whichever is greater

**Performance Funding**

- Allocate \$14.7M out of the designated \$15M based on performance funding metrics for FY 2026

Technical adjustments may be made by OCHE after approval of this item.

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**ATTACHMENTS**

- Attachment #1: Budget Building Blocks
- Attachment #2: Tuition Proposal
- Attachment #3: Fees
- Attachment #4: State Appropriation Allocations
- Attachment #5: Performance Funding