



Budgeting Banded Tuition

Scope

Business Practice Statement

Reason for Business Practice

Procedure to Address

Definitions

Scope

Regional Campuses Budgeting Banded Tuition.

Business Practice Statement

Regional campuses will consistently budget banded tuition in the Income RC clearing account and Academic RCB revenue accounts, using specified Object Codes.

Reason for Business Practice

To establish a uniform budgeting process for regional campus banded tuition. Appropriate budgeting will enhance transparency of the budget by providing a more accurate accounting of all tuition revenue, and appropriately maintain residency attribution.

Procedure to Address

Budgeting Banded Tuition: The banded tuition will be budgeted in the campus Income RC (77) within the established tuition clearing General Fund account \$\$-011-01.

For the Fall Semester, within the clearing account the actual tuition revenue Object Codes (0810 and 0830) which include residency delegation, will be budgeted as a positive and Object Code 0808 will be budgeted as a negative offset. These Object Code delegations will net to zero within the account.

Within the Academic RC's tuition will be budgeted as a positive in Object Code 0808. When rolled up at the Chart level, Object Code 0808 must net to zero. This process will be the same for Spring tuition using Object Code 0908.

If the campus desires to budget a hold back in a non-Academic RC, e.g. General Administration or Executive Management, budget Object Code 0808/0908 as a positive in the non-Academic RCB account and an offsetting expense in Object Code 7900 with the correct Sub-Object Code to identify the planned use.

Online Course Connect (OCC) revenue will be captured in the Income RC (77) in the established OCC clearing account \$\$-011-00 and not included in the banded tuition account, refer to the OCC Budgeting SOP.

Definitions

Banded Tuition: Banded tuition is defined as charging a single-tuition rate for enrollment within a specific range of credits. Banded tuition is designed to help students graduate on time (in four years) and reduce the cost of their education.

Undergraduate students enrolled at an Indiana University campus will pay one rate for their basic tuition when taking between 12 credits and 18 credits at one IU campus. The banded tuition rate is the calculated tuition generated from 15 credit hours at prevailing per credit hour rates. Students who enroll in fewer than 12 credit hours will continue to pay the per credit hour rate for tuition. Students enrolled in 19 or more credit hours will pay the banded tuition rate up to 18 credit hours plus the per credit tuition rate for each credit over 18. The banded tuition rate will be different for in-state and out-of-state residents.

Hold Back:

Amount of tuition actuals that will be utilized by the campus for funding strategic academic initiatives, projects to advance to campus mission and vision, building reserves, and covering shortfalls or anticipated shortfalls.

Example: Banded Tuition

Object Code	Sub-Object Code	Budget Amount
<u>0703</u>	*ALL*	0.00
<u>0808</u>	*ALL*	(9,927,775.00)
<u>0810</u>	*ALL*	9,197,826.00
<u>0830</u>	*ALL*	729,949.00
<u>0908</u>	*ALL*	(9,065,602.00)
<u>0910</u>	*ALL*	8,332,741.00
<u>0930</u>	*ALL*	732,861.00