TUITION & FEES NATIONWIDE vs INFLATION

Since 1978, tuition and fees have grown 3 times the rate of the cost of goods and services.
WEST LAFAYETTE ENROLLMENT vs. TUITION & FEES

2003-2013

38,847 Students

$5,860

39,256 Students

$9,900

Tuition and Fees

Fall Enrollment

Total Enrollment

Resident Undergraduate

38,847 Students

39,256 Students
RISE IN HOUSING AND FOOD COSTS
INSTITUTIONALLY-CONTROLLED ROOM AND BOARD COSTS,* 2011-12

*Typical room, Maximum meal plan

- **Purdue**: $9,000
- **Median - Public, Very High Research**: $8,000
- **IU**: $7,000
AFFORDABILITY MEASURES

Student Tuition Equivalent (STE) =

Every $10,000 we spend could enable an Indiana resident student to attend Purdue for a year.

Student Affordability Index =

= Tuition & Fees ÷ Median Household Income
RESIDENT STUDENT AFFORDABILITY INDEX

Tuition / Median State Household Income

Purdue

Median Very High Research Public Institutions

Sources: nces.ed.gov, census.gov

Trend: Expense ↑ Affordability ↓
**NON RESIDENT STUDENT AFFORDABILITY INDEX**

Median Very High Research Public Institutions

Sources: nces.ed.gov, census.gov

**Trend:** Expense ↑ Affordability ↓
LOAN DEFAULT RATE ABOVE BIG TEN AVERAGE

Student loan debt nationally now exceeds both credit card and auto loan debt
**BUDGETARY IMPACT OF 2-YEAR TUITION FREEZE**

<table>
<thead>
<tr>
<th></th>
<th>2013</th>
<th>2014</th>
<th>2015</th>
<th>Total Growth</th>
</tr>
</thead>
<tbody>
<tr>
<td>Expense</td>
<td>991 Million</td>
<td>+36 Million</td>
<td>+41 Million</td>
<td>77 Million</td>
</tr>
<tr>
<td>Revenue</td>
<td>991 Million</td>
<td>+20 Million</td>
<td>+17 Million</td>
<td>37 Million</td>
</tr>
</tbody>
</table>

**Effect of the Foregone Tuition:** $40 million
$40 Million
Needed in SA&A account

$5 Million
Changes in cash management policy

$185K
Reduction in federal lobbying

$5 Million
Merit pay freeze (excluding faculty, clerical, service & lower-paid staff)
SAVINGS SUGGESTIONS ARE COMING IN

RECURRING THEMES
• Conserve energy (lights out at night)
• Redundant personnel
• Eliminate unneeded print publications

DIRECT QUOTES
“Can heat and AC be managed better? ... In the summer, it’s so cold we have to wear jackets in the building.”

“All too often we receive physical mailings that could easily be sent via email. Many times the mailing is of little interest to me and I end up just throwing it into recycling.”

“I see a lot of waste at printers. I would minimize drastically the printing quotas and force the students to use more the electronic versions.”

“How about motion sensors or timers or something that will turn off lights in empty classrooms.”

“Each person is assigned to a truck, but if you follow them and watch them for a month you will find a lot of slack time.”
IDEAS REQUESTED

What are we doing that once made sense, but no longer does?

What are we doing in multiple places that could be done less expensively in one?

What are we doing ourselves that others could do less expensively?

What are we doing that does not, in a meaningful sense, further our core mission?

savings@purdue.edu
AD HOC ADVISORY GROUP

President’s Council on Budget and Affordability

Assess priorities and opportunities for cost savings; ways to measure them

Membership

• University senate chair and vice chair
• University Resource and Policy Committee chair
• Budget Interpretation, Evaluation & Review committee chair
• Jeff Roberts, Dean, College of Science
• Vic Lechtenberg
• Distinguished faculty member
• Additional membership as needed
Questions? Comments?