

# SOUTH DAKOTA LEGISLATIVE RESEARCH COUNCIL

## 2022 South Dakota Legislature

### FISCAL NOTE 2022-FN1024A

HB 1024, An Act to revise and repeal certain provisions regarding self-support tuition rates at off-campus locations governed by the Board of Regents.

The bill would allow for the Board of Regents to charge on-campus tuition rates at off-campus locations, such as the university centers. The FY2022 off-campus tuition rate is \$354.75 per credit hour. The on-campus tuition rate varies by campus, ranging from \$253.85 to \$259.10. A general activity fee (GAF), ranging from \$38.25 to \$55.30, could be applied to tuition rates with changes in the bill. Credit hours taken at the university centers have decreased over the last four years.

The bill would provide savings to the student rather than tuition revenue to the Board of Regents. Revenues currently are deposited in the Tuition and Fees Fund for each campus for the support of instruction and administrative costs. Of all revenue generated by tuition, 11.5% is deposited into the Higher Education Facilities Funds to provide funding for maintenance and repair of academic facilities as well as funding for capital improvements.

If a general activity fee were charged, Black Hills Rapid City would see a reduction of about \$473,127, and the Community College for Sioux Falls would see a reduction of about \$274,106. If no general activity fees were charged, Black Hills Rapid would see a reduction of about \$761,987, and the Community College for Sioux Falls would see a reduction of about \$649,770. The table below provides a breakout of the lost revenue to the Board of Regents for FY2023 assuming credit hour growth and tuition rates remain constant.

	BHRC		CCSF	
	NO GAF	GAF	NO GAF	GAF
FY23 Projected Credit Hours	7,552	7,552	6,793	6,793
FY22 Off-Campus Tuition Rate	\$354.75	\$354.75	\$354.75	\$354.75
FY22 On-Campus Tuition Rate	\$253.85	\$292.10	\$259.10	\$314.40
Increased/(Decreased) Revenue per Credit Hour	(\$100.90)	(\$62.65)	(\$95.65)	(\$40.35)
Increased/(Decreased) Revenue	(\$761,987)	(\$473,127)	(\$649,770)	(\$274,106)

APPROVED BY: /s/ Reed Holwegner  
Director, Legislative Research Council

DATE: 2/2/2022