

## ILLUSTRATIVE EXAMPLE OF POTENTIAL FISCAL IMPLICATIONS ASSOCIATED WITH OPTION B

Differential Tuition Charges - **5%** above base tuition & mandatory fees

(NOTE: Numbers are for illustrative purposes only and do not necessarily reflect actual costs)

### GET VALUE CALCULATION:

Base Tuition & Mandatory Fees	\$12,000
Differential Tuition Charges	\$600
<b>Total GET Value</b>	<b>\$12,600</b>

### EFFECT OF OPTION B AT THE STUDENT LEVEL:

	UW Other	UW Engineering	CWU	CTC	Private/Out-of-State
Base Tuition & Mandatory Fees	\$12,000	\$12,000	\$7,000	\$4,000	\$20,000
Differential Tuition Charges (engineering)	\$0	\$600	\$0	\$0	\$0
Room & Board	\$10,500	\$10,500	\$6,500	\$0	\$15,000
Books & Supplies	\$3,000	\$3,000	\$3,000	\$3,000	\$3,000
<b>Total Eligible Higher Education Expenses</b>	<b>\$25,500</b>	<b>\$26,100</b>	<b>\$16,500</b>	<b>\$7,000</b>	<b>\$38,000</b>
GET Value (cash)	\$12,000	\$12,000	\$12,000	\$12,000	\$12,600
GET Value (waiver/foregone revenue to the institutions)	\$600	\$600	\$600	\$600	\$0
<b>Total GET Value</b>	<b>\$12,600</b>	<b>\$12,600</b>	<b>\$12,600</b>	<b>\$12,600</b>	<b>\$12,600</b>
Remaining GET value/(unfunded expenses)	<b>(\$12,900)</b>	<b>(\$13,500)</b>	<b>(\$3,900)</b>	\$5,600	<b>(\$25,400)</b>

**NOTE: Remaining GET value can be carried forward for use in additional years of higher education. However, there may be additional negative impacts to the unfunded liability beyond those noted in the actuarial analysis of Option B if students instead pursue refunds (the value of GET units less applicable tax penalties) of the remaining value of their GET units from the GET account.**

### EFFECT OF OPTION B AT THE INSTITUTION LEVEL:

	UW Other	UW Engineering <sup>1</sup>	CWU <sup>2</sup>	CTC	Private/Out-of-State
Total # of GET Students (based on 2011-12 academic year)	3,892	432	941	2,484	5,586
Total # of Non-GET Engineering Students		4,085			
Total Amount of Tuition Waiver (Revenue Foregone) (\$600 x # of GET students)	<b>(\$2,334,960)</b>	<b>(\$259,440)</b>	<b>(\$564,696)</b>	<b>(\$1,490,400)</b>	\$0
Total Amount of Differential Tuition Received (\$600 x # of Non-GET Engineering students)	\$0	\$2,451,000	\$0	\$0	\$0
<b>Net Tuition Revenue Gain/(Loss)</b>	<b>(\$2,334,960)</b>	<b>\$2,191,560</b>	<b>(\$564,696)</b>	<b>(\$1,490,400)</b>	<b>\$0</b>

<sup>1</sup>Assumes that 10% of UW GET students participate in Engineering.

<sup>2</sup>Assumes that 22% of GET students in regional universities attend CWU.

## ILLUSTRATIVE EXAMPLE OF POTENTIAL FISCAL IMPLICATIONS ASSOCIATED WITH OPTION B

Differential Tuition Charges -- **50%** above base tuition & mandatory fees

(NOTE: Numbers are for illustrative purposes only and do not necessarily reflect actual costs)

### GET VALUE CALCULATION:

Base Tuition & Mandatory Fees	\$12,000
Differential Tuition Charges	\$6,000
<b>Total GET Value</b>	<b>\$18,000</b>

### EFFECT OF OPTION B AT THE STUDENT LEVEL:

	UW Other	UW Engineering	CWU	CTC	Private/Out-of-State
Base Tuition & Mandatory Fees	\$12,000	\$12,000	\$7,000	\$4,000	\$20,000
Differential Tuition Charges (engineering)	\$0	\$6,000	\$0	\$0	\$0
Room & Board	\$10,500	\$10,500	\$6,500	\$0	\$15,000
Books & Supplies	\$3,000	\$3,000	\$3,000	\$3,000	\$3,000
<b>Total Eligible Higher Education Expenses</b>	<b>\$25,500</b>	<b>\$31,500</b>	<b>\$16,500</b>	<b>\$7,000</b>	<b>\$38,000</b>
GET Value (cash)	\$12,000	\$12,000	\$12,000	\$12,000	\$18,000
GET Value (waiver/foregone revenue to the institutions)	\$6,000	\$6,000	\$6,000	\$6,000	\$0
<b>Total GET Value</b>	<b>\$18,000</b>	<b>\$18,000</b>	<b>\$18,000</b>	<b>\$18,000</b>	<b>\$18,000</b>
Remaining GET value/(unfunded expenses)	<b>(\$7,500)</b>	<b>(\$13,500)</b>	\$1,500	\$11,000	<b>(\$20,000)</b>

**NOTE: Remaining GET value can be carried forward for use in additional years of higher education. However, there may be additional negative impacts to the unfunded liability beyond those noted in the actuarial analysis of Option B if students instead pursue refunds (the value of GET units less applicable tax penalties) of the remaining value of their GET units from the GET account.**

### EFFECT OF OPTION B AT THE INSTITUTION LEVEL:

	UW Other	UW Engineering <sup>1</sup>	CWU <sup>2</sup>	CTC	Private/Out-of-State
Total # of GET Students (based on 2011-12 academic year)	3,892	432	941	2,484	5,586
Total # of Non-GET Engineering Students		4,085			
Total Amount of Tuition Waiver (Revenue Foregone) (\$6,000 x # of GET students)	<b>(\$23,349,600)</b>	<b>(\$2,594,400)</b>	<b>(\$5,646,960)</b>	<b>(\$14,904,000)</b>	\$0
Total Amount of Differential Tuition Received (\$6,000 x # of Non-GET Engineering students)	\$0	\$24,510,000	\$0	\$0	\$0
<b>Net Tuition Revenue Gain/(Loss)</b>	<b>(\$23,349,600)</b>	<b>\$21,915,600</b>	<b>(\$5,646,960)</b>	<b>(\$14,904,000)</b>	<b>\$0</b>

<sup>1</sup>Assumes that 10% of UW GET students participate in Engineering.

<sup>2</sup>Assumes that 22% of GET students in regional universities attend CWU.