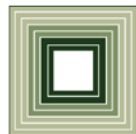


# **NC Promise Tuition Plan: Fiscal Implications**

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**FISCAL RESEARCH DIVISION**  
A Staff Agency of the North Carolina General Assembly

# Access to Affordable College Education

- Section 11.4 of 2016 Appropriations Act:
  - Fixed tuition payment program
  - Cap on student fee increases
  - NC Promise Tuition Plan
  - Cheatham-White Scholarships

# NC Promise Tuition Plan

- Sets reduced undergrad tuition rate at ECSU, UNC-P, and WCU
- \$500 for resident and \$2,500 for non-resident students per semester
- Effective FY 2018-19
- Directs UNC BOG to consider lifting cap on non-residents at these institutions

# NC Promise Tuition Costs

- Support per student = General Fund appropriation + tuition receipts
- Costs result from reduction in tuition receipts
- Legislation authorizes \$40 million increase to base budget to cover reduced receipts
- Figure based on enrollments and tuition rates at the time of legislation

# NC Promise Tuition Costs

- Cost estimates may be refined prior to FY 2018-19 implementation
- Factors to consider include:
  - Inflationary and salary and benefit increases
  - Enrollment growth
  - Non-resident enrollment patterns

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