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Vice Chancellor, Human Resources

June 21, 2006

Date

MINNESOTA STATE COLLEGES AND UNIVERSITIES

Tuition Waiver

#PER0003

PURPOSE: To establish guidelines for consistent application of tuition waiver benefits in accordance with language in the various collective bargaining agreements/personnel plans.

AFFECTS: The system.

REFERENCES: Minnesota State College and Universities/State of Minnesota collective bargaining agreements with AFSCME, MAPE, MMA, MNA, MSCF, MSUAASF, IFO; the Personnel Plan for Administrators, and the classified Managerial and Commissioner's plans and the Minnesota State Colleges and Universities Education Assistance Plan. The attached matrix compares tuition waiver benefits eligibility set forth in the bargaining agreements/personnel plans that cover employees.

REQUIRED FORM(S): A uniform tuition waiver application form developed by the Office of the Chancellor (OOC) shall be used by all colleges and universities.

RESPONSIBILITY FOR IMPLEMENTATION: Tuition waiver benefits vary across the bargaining agreements/personnel plans covering System employees. It is the responsibility of each HR office to ensure that the eligibility, credit limitations, benefit year, and other administrative requirements outlined in the applicable bargaining agreement/personnel plan are appropriately reviewed and applied to each use of tuition waiver benefits. Tuition waiver applications should be signed only by the chief human resources officer (CHRO) or the college/university president, unless another delegation of authority is on file. The CHRO of each System institution shall forward copies of these delegations to each registration office within the System, and ensure updates to the delegations are disseminated promptly. It is the responsibility of each registration office to ensure that employees and dependents use tuition waiver benefits in accordance with System institution policies.

Each System institution shall develop guidelines for the use of tuition waiver benefits that include the following provisions:

- 1) tuition waiver may only be applied to courses for which credit is granted;
- 2) the college/university definition of "space available" for System employees and dependents using tuition waiver benefits is determined by the applicable collective bargaining agreement or personnel plan;

- 3) registration policies applicable to tuition waiver benefits;

All users of tuition waiver benefits must submit their tuition waiver form no later than 10 days following the start of the course for which the user is seeking to waive tuition and/or fees.

- 4) ensure that no tuition paying student shall be denied admittance to a credit course due to use of tuition waiver benefits by a faculty/staff member or his/her dependent(s);
- 5) tuition waiver benefits may not be expanded through banded tuition.

SPOUSE/DEPENDENT GUIDELINES: The spouse or dependents of employees shall be eligible to use the tuition waiver benefits as outlined in the bargaining agreements/plans. Eligible dependents are as defined in the applicable agreement/plan. If no definition of eligible dependent is provided in the applicable agreement/plan, eligible dependents include those dependents who are also eligible for dependent insurance coverage.

If two System employees are married, they are entitled to the tuition waiver benefits provided by the bargaining agreement/plan of both employees.

Eligible dependents of two System employees are entitled to the tuition waiver benefits provided by the bargaining agreement/plan of both parents.

BENEFIT YEAR: See attached Tuition Waiver Matrix.

SYSTEM-WIDE ELIGIBILITY GUIDELINES: Employees must be eligible for tuition waiver benefits prior to the beginning of the course(s) in which they intend to enroll. Eligible employees may use tuition waiver benefits during periods of unpaid leave of absence from the System, if the leave duration is less than one year (year is defined as twelve months or academic year, whichever the Employer deems applicable). Employees are not eligible for tuition waiver benefits during permanent layoff unless provided for in the applicable agreement/plan. In addition to a minimum continuous service requirement pursuant to an applicable collective bargaining agreement/personnel plan, the following guidelines apply:

- 1) Service in any bargaining unit/personnel plan within the System shall be credited; however, emergency, temporary and intermittent employment shall not be credited, regardless of continuous service. Employment in temporary unclassified appointments shall be credited.
- 2) An employee who is recalled from layoff and has previously served the applicable continuous service requirement shall be eligible for tuition waiver immediately upon recall.
- 3) Following a break in System service, an eligible employee who is reappointed within the System shall re-serve any minimum continuous service requirements, where applicable. If the bargaining agreement/personnel plan includes a reduced

number of credits for employees hired after a certain date, the lower number of credits shall be available.

- 4) A non-IFO employee who separates from Minnesota State Colleges and Universities service will be able to utilize his/her tuition waiver benefits for the term that includes the date of separation, so long as the course for which the waiver is used has begun prior to the employee's date of separation. An IFO employee who separates from Minnesota State Colleges and Universities service during spring semester may continue to use accrued tuition waiver credits through the remainder of that tuition waiver year.
- 5) An employee who takes a leave of absence from one System institution to work at another System institution will utilize the tuition waiver benefits as provided in the agreement/personnel plan of the job at the receiving System institution.
- 6) An employee who moves within an applicable tuition waiver year from one position to another that is covered by a different bargaining agreement/personnel plan is subject to the tuition waiver provisions that covers the employee's position at the beginning of the course for which the waiver is used. Tuition waiver benefits may not be stacked; if a movement in positions results in a greater level of available tuition waiver credits, employees are additionally eligible for only the difference between credit limits specified in each of the bargaining agreements/personnel plans. A reduction in credit limits upon movement to a different position will not affect courses the employee is already taking.
- 7) An employee who holds multiple appointments covered by more than one bargaining agreement/personnel plan may not stack tuition waiver benefits. The employee is eligible for only one tuition waiver benefit available under the applicable bargaining agreements/personnel plans that provide the maximum benefit.

TAXATION OF TUITION WAIVERS BASED UPON CURRENT TAX LAWS:

- 1) Undergraduate tuition waivers for employees and spouses are not subject to taxation. Undergraduate tuition waivers for dependents who are totally and permanently disabled and for those dependents who have not attained their 24th birthday by the end of the calendar year in which the tuition waiver is used are not subject to taxation. Undergraduate tuition waivers for those dependents who have attained their 24th birthday or greater at any time during the calendar year in which the tuition waiver is used are subject to taxation.
- 2) Graduate tuition waiver for employees is not subject to taxation up to an annual limit of \$5,250.
- 3) Graduate tuition waiver for spouses/dependents is subject to taxation.

PROCESS:

1. An employee requesting tuition waiver benefits for him/herself or his/her spouse/dependent(s) apply for waiver benefits at the HR office of the employee's *primary* appointment.
2. The HR office determines the employee's and the employee's spouse and/or dependent(s') eligibility for the benefit in accordance with the language in the applicable bargaining agreement/plan.
3. If the employee qualifies for the benefits, the CHRO or the authorized designated HR office representative signs the form and provides a copy to the employee. A copy of the form must be retained by the HR office for recordkeeping and audit purposes. HR offices should maintain tuition waiver forms for three (3) full fiscal years. HR Offices must record and report the use of all tuition waiver benefits for employees, spouses and dependents. A spreadsheet is provided by the Minnesota State Colleges and Universities Office of the Chancellor to assist campuses with this requirement.
4. The employee/dependent submits the approved form to the appropriate registration personnel when registering, and registers for courses consistent with applicable college/university procedures.
5. Registration offices accepting waivers should accept only *original* documents without any strike-outs/strike-overs unless initialed by the CHRO or authorized designee of the System institution where the employee is appointed.
6. Any employee/dependent attending a college/university charging banded tuition will be invoiced at the 1-11 per credit rate for any credits that exceed the maximum number of tuition waiver credits granted under the applicable bargaining agreement/personnel plan.

Original Approval: May 6, 1998

Revised: July 28, 2005

June 21, 2006

Minnesota State Colleges and Universities
 Delegation of Authority to Sign Tuition Waiver Applications

College/University: _____

Print Name	Title	Signature	Date

I certify the list of staff listed above have full authority to approve and sign tuition waiver applications for my institution:

Signature of the Chief Human Resources Officer _____ Date _____

Copies to:

- All college and university registration offices*
- Office of the Chancellor – Human Resources Division*
- College/university tuition waiver file*