

PREPARATION OF BUDGETS FOR 2006-2007

SKAGGS SCHOOL OF PHARMACY & PHARMACEUTICAL SCIENCES

1. Mandatory Registration Fees

At the current time, the professional fee for the 2006-07 year is expected to increase by not more than \$249 over the 2005-06 level, as long as the University's budget is funded consistent with the agreement with the Governor and sufficient funds are provided by the State to buy-out the fee increases previously approved by the Regents. Students covered by the Kashmiri Professional Fee Injunction (students enrolled prior to 12/16/02), will pay a professional fee of \$3,000. In addition, all students (with the exception of students receiving some type of fee waiver), will pay an extra \$350 in the Education Fee, as well as a \$57 increase in the Health Insurance Fee. However, the budget process will continue throughout the summer, and there may be further changes to these fees as time goes on.

The non-resident tuition is expected to remain at \$12,245 for the 2006-07 year.

2. Housing

On-campus Housing

Last year's standard budget, reflected the following averages for on-campus rent and utilities:

<u>2005-2006 Standard Budget</u>				
<u>Rent</u>	<u>Gas & Electricity</u>	<u>Telephone</u>	<u>Cable</u>	<u>Total</u>
\$423	\$45	\$53	\$29	\$550

Since the 2005-06 budget survey (done in February 2006) indicated an average on-campus rent and utility allowance that was slightly lower than that reflected in the 2005-06 standard budget, we will leave the rent and utility allowance unchanged for the 2006-07 year.

<u>2006-2007 Preliminary Budget</u>				
<u>Rent</u>	<u>Gas & Electricity</u>	<u>Telephone</u>	<u>Cable</u>	<u>Total</u>
\$423	\$45	\$53	\$29	\$550

Off-campus Housing

Last year's standard budget, reflected the following averages for off-campus rent and utilities:

<u>2005-2006 Standard Budget</u>				
<u>Rent</u>	<u>Gas & Electricity</u>	<u>Telephone</u>	<u>Cable</u>	<u>Total</u>
\$791	\$46	\$53	\$29	\$919

Given that our 2005-06 budget survey indicated an average rent and utility allowance of \$933/month for single students in off-campus housing, and given that the San Diego CPI for rent and utilities increased by 3.8% from the first half of 2004 to the first half of 2005, we can calculate an estimated housing and utility allowance for the 2005-06 year of \$919 x 1.038 = \$954/month.

This results in a total rent and utility allowance for off-campus housing as follows:

<u>2006-2007 Standard Budget</u>				
<u>Rent</u>	<u>Gas & Electricity</u>	<u>Telephone</u>	<u>Cable</u>	<u>Total</u>
\$821	\$48	\$55	\$30	\$954

3. Cost of Living (Food & Miscellaneous/Personal)

In the San Diego area, the price for food and beverages advanced 2.0% from the first half of 2004 to the first half of 2005.

Given that our 2005-06 budget survey indicated an average food allowance of \$314/month for single medical and pharmacy students living in off campus housing, and given that the San Diego CPI for food increased by 2.0% from the first half of 2004 to the first half of 2005, we can derive an estimated food allowance of \$308 x 1.02 = \$314/month for the 2006-07 year.

Given that the San Diego CPI increased by 3.2% from the first half of the 2004 year to the first half of the 2005 year, we will increase our 2005-06 monthly personal/miscellaneous allowance by 3.2% to derive a 2006-07 allowance of \$317/month.

<u>Budget Component</u>	<u>2005-2006 Allowance</u>	<u>2006-2007 Allowance</u>
Food	\$308/month	\$314/month
Personal/Miscellaneous	\$307/month	\$317/month

4. Transportation

In 2005-2006 we used a transportation allowance of \$307/month which was broken down as follows:

Car insurance	\$125/month
Parking	\$ 53/month
Gasoline	\$ 88/month
Car registration & maintenance	<u>\$ 41/month</u>
	\$307/month

In setting this allowance it is estimated that students often travel up to 18 miles per day including roundtrip from home to campus and from campus to one of the teaching hospitals or community locations scattered throughout San Diego county. Please note that according to Campus Transportation Services it is a 27 mile round trip between the

campus and the UCSD Medical Center in Hillcrest. Throughout the four-year curriculum students will be expected to participate in the UCSD Free Medical Clinics in downtown San Diego and Pacific Beach. In the first year part of the pharmacy practice course, students will be visiting various medical centers, clinics, community pharmacies and pharmaceutical industry locations. Fourth year students do clinical rotations at locations throughout the San Diego area and may not return to campus for an extended period of time. Public transportation is not reasonably available to transport students to the widely scattered medical facilities throughout the county. Students must therefore have a car and drive substantial distances in order to fulfill their educational requirements.

Fuel Costs

Last year we used a gasoline allowance of \$88/month. Given that the 2005-06 budget survey indicated that medical and pharmacy students are actually paying \$86/month on average for gasoline (students living off-campus are paying \$105/month), and that the annual increase in the cost of gasoline in San Diego from the first half of 2004 to the first half of 2005 was 9.7%, we can use last year's gasoline allowance to calculate an estimated allowance for the 2006-07 year as follows:

$$\$88/\text{month} \times 1.097 = \$97/\text{month}$$

Car Insurance

According to the U.S. Bureau of Labor Statistics, the overall private transportation index in the San Diego area increased by 5.9% from the first half of 2004 to the first half of 2005. Using a 5.9% increase over last year's allowance of \$125/month, we can derive an estimated car insurance allowance of \$132/month for the 2006-07 year. However, given that our 2005-06 Budget Survey indicated an average allowance of \$136/month for medical and pharmacy students living off-campus, we will use this figure for our standard budget allowance for the 2006-07 year.

Car Registration & Maintenance

Again using an estimated 5.9% increase over last year's allowance of \$41/month, we derive a standard budget allowance of \$43/month for the 2006-2007 year. A further breakdown of this allowance might be as follows:

3 oil changes per year	\$ 65
car registration	\$129
1 car repair	<u>\$322</u>
	\$516

Parking

Given that the UCSD Parking Office has increased student parking costs by approximately 8% for the last several years, we will use an 8% increase over the 2005-2006 figure to derive a standard budget allowance of \$60/month for the 06-07 year.

As discussed above, the breakdown of the overall transportation allowance for the 2006-2007 year would be as follows:

Car insurance	\$136/month
Parking	\$ 60/month
Gasoline	\$ 97/month
Car registration & maintenance	<u>\$ 43/month</u>
	\$336/month

5. Microscope Fee

According to Chris Hopkins, Manager of the Medical Teaching Lab, there will be no change in the microscope rental fee or lab fee for the 2006-07 year. Pharmacy students in the third year of the curriculum are required to pay the microscope rental fee of \$150. Pharmacy students in the first year of the curriculum are required to pay a \$50 fee in order to use the lab.

6. Computer Purchase

The School of Pharmacy and Pharmaceutical Sciences requires all first year students to purchase a laptop PC computer with wireless/remote capabilities such as the Dell Latitude C800 Laptop Computer. The estimated cost of the computer purchase is \$2,000.

7. Books and Supplies

Given that our very first book and supply allowance was established in academic year 2002-03, we used the first year medical student allowance as our best estimate of the first year pharmacy student cost. In March of 2003, Andrina Marshall surveyed the first year students to determine how much they had actually spent for the first two quarters of the 2002-2003 year. The results of the survey were as follows:

Survey Response Rate	8 out of 25 students responded
Average Spent Over 2 Qtrs.	\$1300

There were also several students who indicated that they would have purchased more of the recommended reading, but were budgeting themselves for the final quarter.

As the amount spent corresponded very closely to the first year medical student allowance that had been used in the standard budget, we decided that using this methodology for setting the allowance in subsequent years would be appropriate.

In explaining why our allowance was approximately \$500 higher than the first year pharmacy student allowance for UCSF, Andrina indicated that our first year students are required to purchase Microsoft Office software of approximately \$300, a Biostatistics software package of approximately \$75, and a wireless internet PC card of approximately \$100, which is unique for the students attending the School of Pharmacy and Pharmaceutical Sciences at UCSD.

For the 2006-2007 year, the second year pharmacy students will be taking the same curriculum as the first year medical students, and the third year pharmacy students will be taking the same curriculum as the second year medical students. We will therefore use the first year medical student book and supply allowance for the second year pharmacy students, and the second year medical student book and supply allowance for the third year pharmacy students.

In April of 2005, Andrina Marshall informed us that the book and supply allowance for the fourth year students should be \$250 per quarter, beginning in the summer of 2005.

Derivation of 1st & 2nd Year Medical Student Book & Supply Allowance for the 2nd & 3rd Year Pharmacy Students

In terms of the derivation of the 2006-2007 book and supply allowance, the School of Medicine does not have a required book listing, but does have a listing of recommended books supplied by the various faculty members teaching courses in the basic science curriculum (current list can be obtained from OSA). It is not expected that students will purchase all of the recommended books, but will purchase some of the books, and then go to the library or access resource materials through the internet to supplement their textbook resources. Students in the third and fourth year curriculum, are involved in clerkships at the various teaching hospitals and do not find it necessary to purchase as many books as are required in the first two years of the curriculum. The annual books and supply allowances may be derived from one or more of the following sources:

- a) A list of the most heavily purchased medical books may be obtained from the UCSD Bookstore. This source of information is becoming less and less reliable as students are buying smaller books that offer a synopsis of the larger required text and are supplementing that with information found at the Office of Learning Resources and on the internet. Students can also buy books advertised on the UCSD website for a 5% discount.
 - b) A survey of the currently enrolled students may be done.
 - c) The previous year's allowances may be adjusted for the upcoming year's estimated increase as derived from the medical equipment buyer at the bookstore.
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2006-2007 Allowance

According to Debbie Foreman (medical equipment buyer for the UCSD Bookstore), students appear to be purchasing books in the same quantities as last year. However, the cost of books will probably increase by 4% for the upcoming year.

Debbie Foreman also indicated that since many of the medical students believe the cost of medical textbooks is much too high, they have instituted a Wednesday Happy Hour where students can buy books at a 5% discount.

It is important to note that although we have a policy of adding up to \$2000 over a four year period to a student's budget for the purchase of a computer, this does not normally include the purchase of any additional software or accessories. Most students are therefore covering the cost of any internet access, computer software or repair they may have through the book and supply allowance in the standard budget.

Adding a 4% increase in the book and supply allowances used for the 2005-06 year, would produce the following allowances for the 2006-07 year:

First year students (FWS)	\$2,055
Second year students (FWS)	\$2,055
Third year students (FWS)	\$2,055
Third year students (summer 2007)	\$ 260
Fourth year students (FWS)	\$ 780

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