

The University of North Carolina Board of Governors

> Adopted 03/14/86 Amended 02/10/95 Amended:

A Substitute Motion

OUT-OF-STATE <u>NONRESIDENT</u> UNDERGRADUATE ENROLLMENT

To insure that constituent institutions maintain a level of out-of-state undergraduate sustain a commitment to the enrollment of North Carolina residents, maintain a level of nonresident undergraduate enrollment consistent with historical University policy and tradition, and one consistent with maintain strong and balanced educational programs, it is recommended that the Board of Governors adopt this statement of policy shall govern the admission of nonresident freshman students.

(a) Each constituent institution, except the North Carolina School of the Arts, shall take necessary steps to limit the proportion percent of out of state nonresident students in the entering freshman class to not more than 18 percent. by the fall of 1988. In any instance in which a chancellor believes that his institution would suffer serious problems or hardships in reaching this limit within the time provided, he may petition the President and the Board of Governors for an extension of time to meet the 18 per cent limit, which petition may be granted on an annual basis not to extend beyond the fall of 1990. The petition shall set forth the reason for the request, the steps taken by the institution in furtherance of the policy, and the progress made. The chancellor shall furnish such other information as may be requested by the President. The President and the Board of Governors will monitor enrollments annually to ensure full accountability in meeting the approved enrollment plans for each campus.

(b) The President shall monitor progress toward this goal, and shall make interim reports on fall 1986, and fall 1987, enrollments to the board.

An individual campus may request from the Board of Governors an exemption from the 18% cap on nonresident freshman enrollment based on compelling reasons related to the institution's mission.

Campuses may exempt academically superior nonresident students from the 18% cap only if they meet the following requirements:

• <u>The campus agrees to serve an increasing number of North Carolinians as first-time freshmen, so</u> long as demographic trends within the state or efforts to increase access warrant such increases. • The number of nonresident first-time freshmen excluded exempt from the 18% calculation does not exceed 4% of the first-time freshmen class, with the percentage of nonresident exemptions averaged over a five-year period. Campus requests will include the percentage limit to the exemption for their campus, which could be lower than 4%. The Board will decide as part of the approval process what portion of the approved maximum exemption may be used each year until the campus reaches the maximum.

(c) The board shall review this policy in 1988-89 and consider then whether amendments should be made or further measures adopted.

The definition of academically superior students will include those who are National Merit Scholars, National Achievement Scholars, or National Hispanic Scholars and such other similarly qualified students reasons for and the implementation of an exemption, once approved by the Board, as shall be defined in the University's regulations after consultation with the constituent institutions.

(d) It is the board's expectation that institutions will admit only academically well-qualified out of state students. In any year in which the average combined SAT score for out of state freshmen is below that for North Carolina freshmen, the President shall require a written report from the chancellor. The President will include in his interim reports to the board information on the average combined SAT scores for both groups of freshmen.

If any campus that is approved for an exemption fails in a given year to meet its Board approved enrollment target for North Carolinians, the President is authorized to suspend the exemption for the following year for that campus.

(e) Beginning with the fall of 1994, Any constituent institution, except the North Carolina School of the Arts, that exceeds the 18% out-of-state nonresident freshman enrollment limitation prescribed in paragraph (a) above, <u>after adjustment for the exemptions of paragraph (b) above</u>, for two consecutive fiscal years, shall have its State operating budget reduced. This reduction shall be made in the second fiscal year in which the two consecutive fiscal year condition is violated; the reduction shall be made, on a non-recurring basis, immediately after the Board of Governors approves the annual enrollment report at its November meeting. The budget reduction shall be based on <u>a formula to be established by regulation</u>. The number of out-of-state freshmen enrolled in excess of the 18% limitation and the established method used for calculating the operating requirements for regular term enrollment changes.

(f) North Carolina A&T State University has previously been authorized by the Board to exempt nonresident engineering students from the calculation of nonresident freshmen.

(fg) It is the Board's expectation that all institutions will admit only academically well-qualified nonresident students. In any year in which the average combined SAT score for nonresident freshmen is below that for North Carolina freshmen, the President shall require a written report from the chancellor. The President will include in annual reports to the board information on the average combined SAT scores for both groups of freshmen. A campus that takes advantage of the exemption for academically superior students in paragraph (b) and admits a freshman class with lower average SAT scores for nonresidents than residents for two consecutive fiscal years shall have its State operating budget reduced based on a formula to be established by regulation. This reduction shall be made in the second fiscal year in which the two consecutive fiscal year condition is violated; the reduction shall be made, on a non-recurring basis, immediately after the Board of Governors approves the annual enrollment report at its November meeting.

(h) The President will by regulation establish an annual report that will document by campus the composition of applicants, acceptances, and enrolled students in the freshman class by their residency status. including identifiable reasons for non-acceptance.

(gi) This policy and the effect on resident students resulting from any increases in nonresident freshmen enrollment will be evaluated four years from the date of its approval.