Midwest Student Exchange Program Update

Cost Savings Finder Exploration and MSEP Council's Recommendation

Carrie Wandler, Ed.D. Director of Policy Initiatives June 2, 2025



Midwest Student Exchange Program (MSEP)

- Founded in 1994
- Volunteer-based
- Public institutions charge students no more than 150% of the in-state resident tuition rate
- Private, not-for-profit institutions offer a 10% reduction of tuition rate





MSEP Data Report AY2024-25

MSEP participation down 47% YoY

- Illinois and Michigan have moved into inactive status
- Institutions moving to nondifferential tuition models
- Indiana, Kansas, Minnesota, Missouri, Nebraska, North Dakota, Ohio, and Wisconsin participating





MSEP 2.0 Committee

Brought the following recommendations to the Executive Committee in June 2024:

- Invest in MSEP Communication & Outreach
- Perform Procedural Improvements
- Explore the development of a Midwest College Cost Savings Finder online tool



Proposed Cost Savings Finder

This tool aims to benefit the entire Midwest region by serving as a centralized resource for gathering and disseminating cost-saving information.

The tool would provide links to public colleges and universities, offering details on various types of tuition cost savings, including:

- MSEP tuition discounts
- Non-differential tuition
- Special state-to-state and regional tuition discount programs
- Reciprocity agreements



Findings from CSF Research

Annika Many, MHEC consultant

These myriad options and opportunities can be confusing and hard to find for students and families exploring postsecondary options across the Midwest.

Each of the other compacts deliver this information for their regions.

There is an opportunity to make this information available and more transparent to students and families.



Option 1:

Create a Digital Publication with a State-By-State List of In-State Tuition Reciprocity Agreements in the Midwest

- Low Initial Cost: ~ \$20K
- Quick Implementation: ~ 2-4 months for implementation
- Low Annual Maintenance Cost: ~ > \$10K

Staffing Suggestion:

- Create a 0.5 FTE director level position for ongoing support and administration of MSEP, plus contracted labor for set-up and annual maintenance of the digital publication
- 0.5 FTE director level position ~ \$78,000 annually

Year 1: \$98K Year 2: \$88K



Option 2:

Expand MSEP Website to include Data on All In-State Tuition Reciprocity Agreements in the Midwest

- Medium Initial Cost: \$30k-50k (IT and contract labor)
- Medium Implementation Time: 6-9 months
- Periodic Maintenance: 1.0 FTE staff plus consultants to review data and make periodic web updates throughout the year
 - 1.0 FTE director level position for ongoing support and administration of MSEP, plus contracted labor for set-up and maintenance as needed: ~\$156,000 annually

Year 1: \$206K Year 2: \$176K



Option 3:

Create a New Highly Interactive Tool with Real-Time Updates

- High Initial Cost: \$200K estimated initial investment for website development and communications.
- High implementation Time: 12-18 months
- Ongoing Maintenance and Annual Costs: 1.0 FTE director position ~ \$156K, 1.0 manager position ~ \$104K, contract labor as needed, IT support as needed

Year 1: \$460K Year 2: \$260K



MSEP Council Feedback & Discussion

March–April 2025:

- MSEP Council met twice to discuss proposed options
- Council was split between Option 2 (enhanced website) & Option
 3 (interactive dashboard)

Aimee Arnold University of Wisconsin System

Sam Christy-Dangermond Kansas Board of Regents

Meghan Flores Minnesota Office of Higher Education

Claire Gunwall North Dakota University System

Daniel Hurley Michigan Association of State Universities

Midwest Student Exchange Council

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North Dakota University System



Further Considerations

- Inability of enhanced website or tool to capture financial aid
- Use value relies on institutions' ability to provide and update information in a timely manner
- Difficult to gauge impact of enhanced site or tool beyond user metrics
- Uncertainty over long-term use value of enhanced site in light of AI advances



Next Steps

Hire an external consultant to:

- Convene stakeholders to develop the features and scope proposed upgrades
- Identify the potential sources of data and data collection strategies to be used with the proposed upgrades
- Identify target audiences, specific project goals, and project performance metrics

Budget = \$25,000

Findings and recommendations to be presented at the November 2025 Annual Commission Meeting



Thank you

Questions/comments/desire to engage in this work

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