Show Me The Money For College!

Christy West, Ohio State University - Main Campus
Show Me the Money for College
2011 All Ohio Counselors Conference

Christy West
Program Coordinator, Student Financial Aid
The Ohio State University
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Federal Aid Programs, 2011-2012

- Pell Grant
- Direct Loans
- ACG and SMART
- Campus Based Programs
- TEACH
Federal Pell Grant, 2011-2012

Maximum award amount remains the same as 2010-2011

• $5,550 maximum award for full-time enrollment and an Expected Family Contribution (EFC) of zero

Year-round Pell (two Pell awards within the same academic year) has been eliminated
Direct Loans, 2011-2012

Federal Stafford/Federal Direct Loan
A federal loan program with two types of awards

<table>
<thead>
<tr>
<th>Subsidized</th>
<th>Unsubsidized</th>
</tr>
</thead>
<tbody>
<tr>
<td>Need based</td>
<td>Not based on financial need</td>
</tr>
<tr>
<td>Interest is fixed at 3.4% for all new undergraduate loans disbursed after July 1, 2011. Interest is subsidized while the student is in school during deferment. Slated to go back to 6.8% for 2012</td>
<td>Interest is fixed at 6.8% for all new loans disbursed after July 1, 2006. Interest accrues from time of disbursement of the funds.</td>
</tr>
</tbody>
</table>
### Direct Loans, 2011-2012

<table>
<thead>
<tr>
<th>Class Year</th>
<th>Base Amount</th>
<th>Additional Unsubsidized Amount</th>
<th>Total Available to Borrow</th>
</tr>
</thead>
<tbody>
<tr>
<td>Freshman</td>
<td>$3,500</td>
<td>$2,000</td>
<td>$5,500</td>
</tr>
<tr>
<td>Sophomore</td>
<td>$4,500</td>
<td>$2,000</td>
<td>$6,500</td>
</tr>
<tr>
<td>Junior</td>
<td>$5,500</td>
<td>$2,000</td>
<td>$7,500</td>
</tr>
<tr>
<td>Senior</td>
<td>$5,500</td>
<td>$2,000</td>
<td>$7,500</td>
</tr>
</tbody>
</table>

Independent Students and Dependent Students whose parents have been denied the PLUS Loan are eligible for additional Unsubsidized Stafford Loans ($4,000 as Freshmen and Sophomores and $5,000 as Juniors and Seniors)
Direct Loans, 2011-2012

1% default fee with a .5% rebate
(deducted from the borrowers disbursement so borrowers net 99.5% of what they borrow)

Borrowers must make their first 12 payments on time to maintain their rebate
Direct Loans, 2011-2012

FAFSA

Follow instructions at school attending

Entrance Counseling

MPN

Disbursement to student account

Notification of servicer (instruct students to watch and save email/snail mail)
Direct Loans, 2011-2012

PLUS Loans:

- Loans to parents of dependent students
- Loan limits are up to the cost of education less any financial aid received per academic year
- The interest rate 7.9% fixed
- Repayment begins within 60 days of full disbursement (payments may be deferred while the student is in school)
Direct Loans, 2011-2012

4% default fee with a 1.5% rebate (deducted from the borrowers disbursement so borrowers net 97.5% of what they borrow)

Parent/borrowers must make their first 12 payments on time to maintain their rebate
## ACG and SMART, 2011-2012

<table>
<thead>
<tr>
<th>Academic Competitiveness Grant</th>
<th>SMART</th>
</tr>
</thead>
<tbody>
<tr>
<td>For high academic performance among Pell eligible first and second year students</td>
<td>For Pell eligible third and fourth year students enrolled in STEM program</td>
</tr>
</tbody>
</table>

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Both programs have been eliminated
There are no major changes to any of these programs from 2010-2011.
No Changes!

Grant available to undergraduates and graduates enrolled in STEM education majors

Service requirement upon graduation must be met, or grant becomes an Unsubsidized Stafford Loan that must be re-paid!!
Sneak Peek beyond 2011-2012

Elimination of subsidy on graduate and professional Direct Loans after July 1, 2012
Elimination of repayment incentives on new Direct Loans after July 1, 2012
Subsidized Loan interest rate to revert to 6.8% for new loans after July 1, 2012
Pell funding and level of maximum award should remain stable through 2012-2013 academic year *(tentatively exempt from future cuts in ongoing federal budget negotiations)*
Ohio Aid Programs, 2011-2012

Ohio College Opportunity Grant (OCOG)
War Orphans Scholarship
National Guard Scholarship
Academic Scholarship
Safety Officers Memorial
Nurse Education Assistance Loan Program (NEALP)
Choose Ohio First
OCOG, 2011-2012

Total funding level for 2011-2012 is relatively similar to total funding level for 2010-2011

<table>
<thead>
<tr>
<th>An anticipated increase in the number of eligible students results in decreased annual awards</th>
</tr>
</thead>
<tbody>
<tr>
<td>$672 for students at public main campuses</td>
</tr>
<tr>
<td>$1,872 for students at most private, non-profit</td>
</tr>
<tr>
<td>$192 for students at most private, for-profit*</td>
</tr>
</tbody>
</table>

*OCOG funding for private, for-profit schools was eliminated for 2009-2010 and 2010-2011. Funding was restored for the 2011-2012 and 2012-2013 academic years.
War Orphans Scholarship, 2011-2012

For Ohio dependents of deceased or majority disabled veterans

Will continue to cover 80% of full-time tuition and general fees at public colleges and universities

Will provide an annual, full-time award of $4,797 to eligible students at private colleges and universities (both non-profit and for-profit)
Ohio National Guard Scholarship, 2011-2012

Eligibility determined by the Ohio Adjutant General

Will continue to cover 100% of tuition and general fees at public colleges and universities

Will provide an annual, full-time award of $8,696 to eligible students at private colleges and universities (both non-profit and for profit)
Ohio Academic Scholarship, 2011-2012

2007-2008

Program was eliminated and no new awards were made after 2007-2008

$2,000 Annually

Students with remaining eligibility will continue to receive $2,000 annually

2012-2013

Program will likely be completely phased out by the end of 2012-2013
Safety Officers Memorial, 2011-2012

For Ohio dependents and spouses of safety officers killed in the line of duty

Will continue to cover 100% of full-time tuition and general fees at public colleges & universities

Will provide an annual, full-time award of $6,768 to eligible students at private colleges and universities (both non-profit and for-profit)
**NEALP, 2011-2012**

<table>
<thead>
<tr>
<th>Loans for RN candidates and graduate nurse faculty students</th>
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<tbody>
<tr>
<td>Loans can be forgiven with 4 to 5 years of service as a nurse or nurse instructor in Ohio upon completion of degree</td>
</tr>
</tbody>
</table>
Choose Ohio First, 2011-2012

Various programs with STEM concentrations

State funding for these programs will increase slightly for the next two academic years

Partnerships of private/public schools apply for funding
State Support and Tuition, 2011-2012

Tuition cap at 3.5% for each of 2011-2012 and 2012-2013 (cap at $200 each year for community colleges)

Total subsidy support down with elimination of federal stimulus funds ($2B to $1.7B)

Low Cost Pathways
2+2, 3+1 programs — low cost Bachelor’s Degrees
Enterprise Universities, 3 year Bachelor’s Degrees
2012-2013 Academic Year

High School Nights

College Goal Sunday—February 12, 2012

FAFSA filers encouraged to utilize IRS data retrieval process either initially or as a correction if tax return is filed after FAFSA is completed

Verification will rely more heavily on official IRS tax transcripts versus actual tax returns
OASFAA is a non-profit organization

OASFAA has provided the information today as a free service to access staff and high school counselors

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