



2015 Financial Aid Update

Presentation

Committee on Administration and Finance

June 10, 2015



University of Massachusetts

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Highlights

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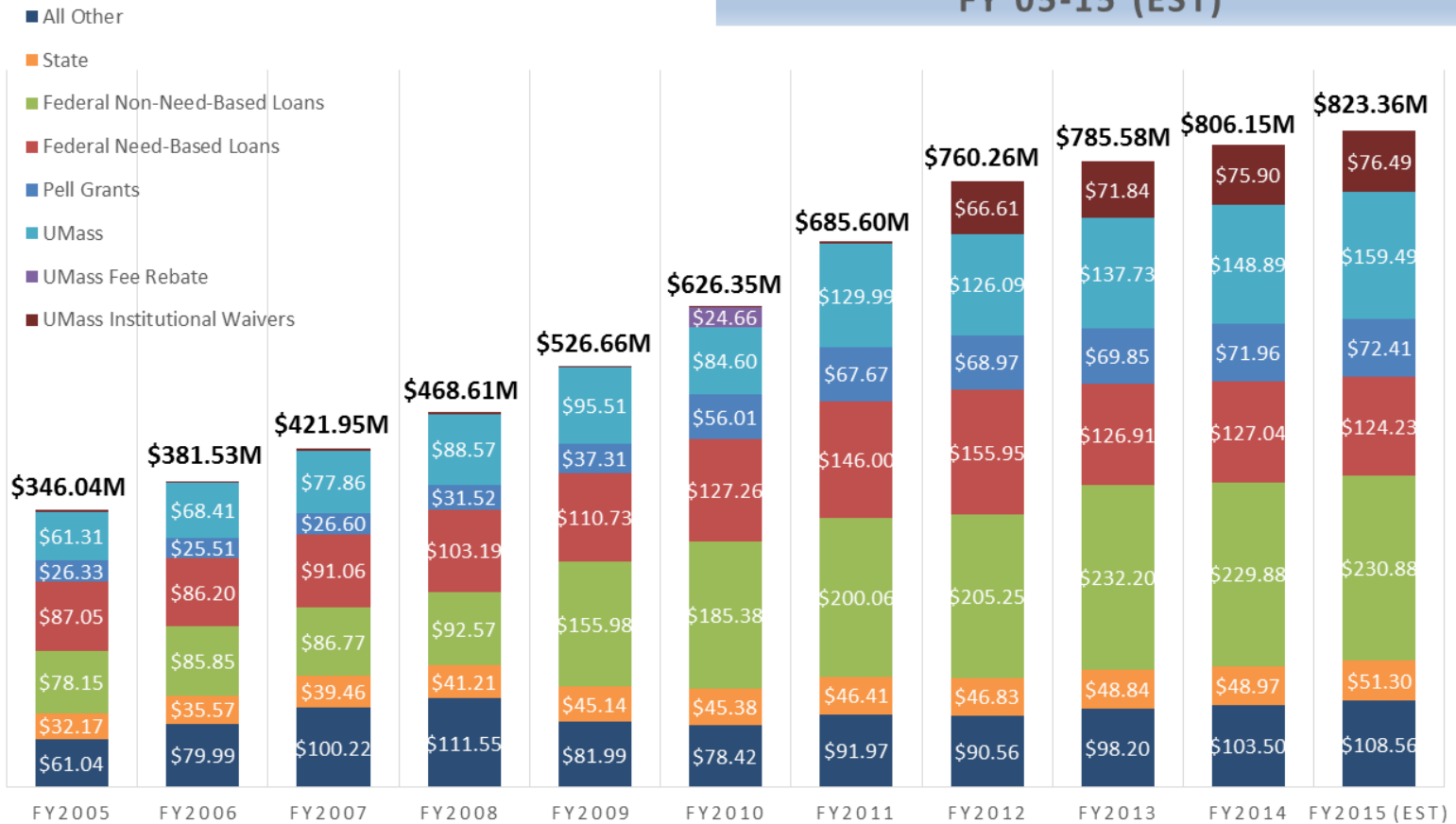
- Increase in financial need
- Financial aid expenditures increased over 2%
 - Increase was primarily driven from Federal and Institutional sources
 - UMass institutional aid to students grew 5% over FY14
- Going Forward: challenging to increase aid at the rate costs and need are growing
- The following slides #2-10 focus on aid to all UMass Students including Graduate and Undergraduate students and both In-State and Out-of-State students.



Growth in Financial Aid By Source

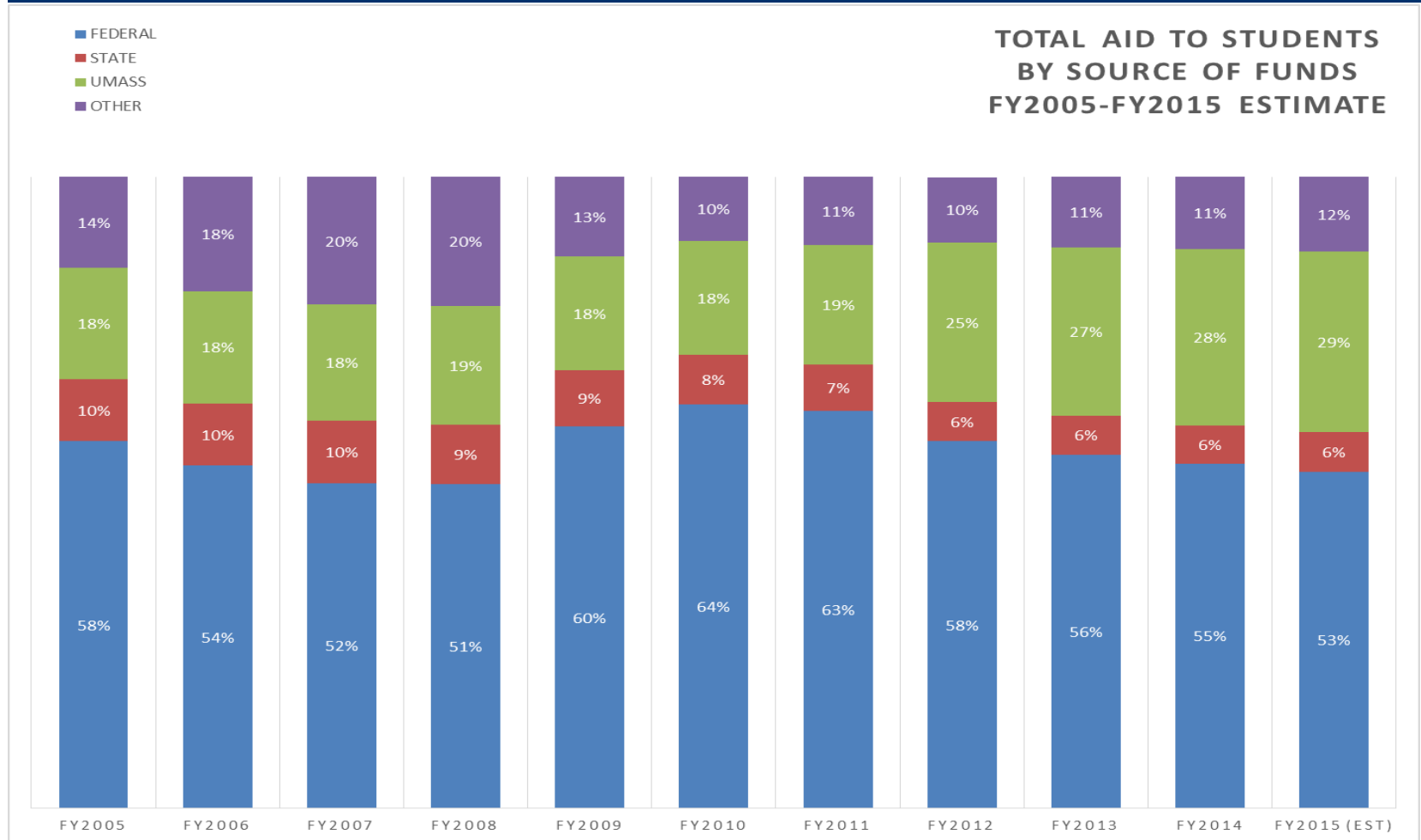
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**GROWTH IN FINANCIAL AID BY SOURCE
FY 05-15 (EST)**



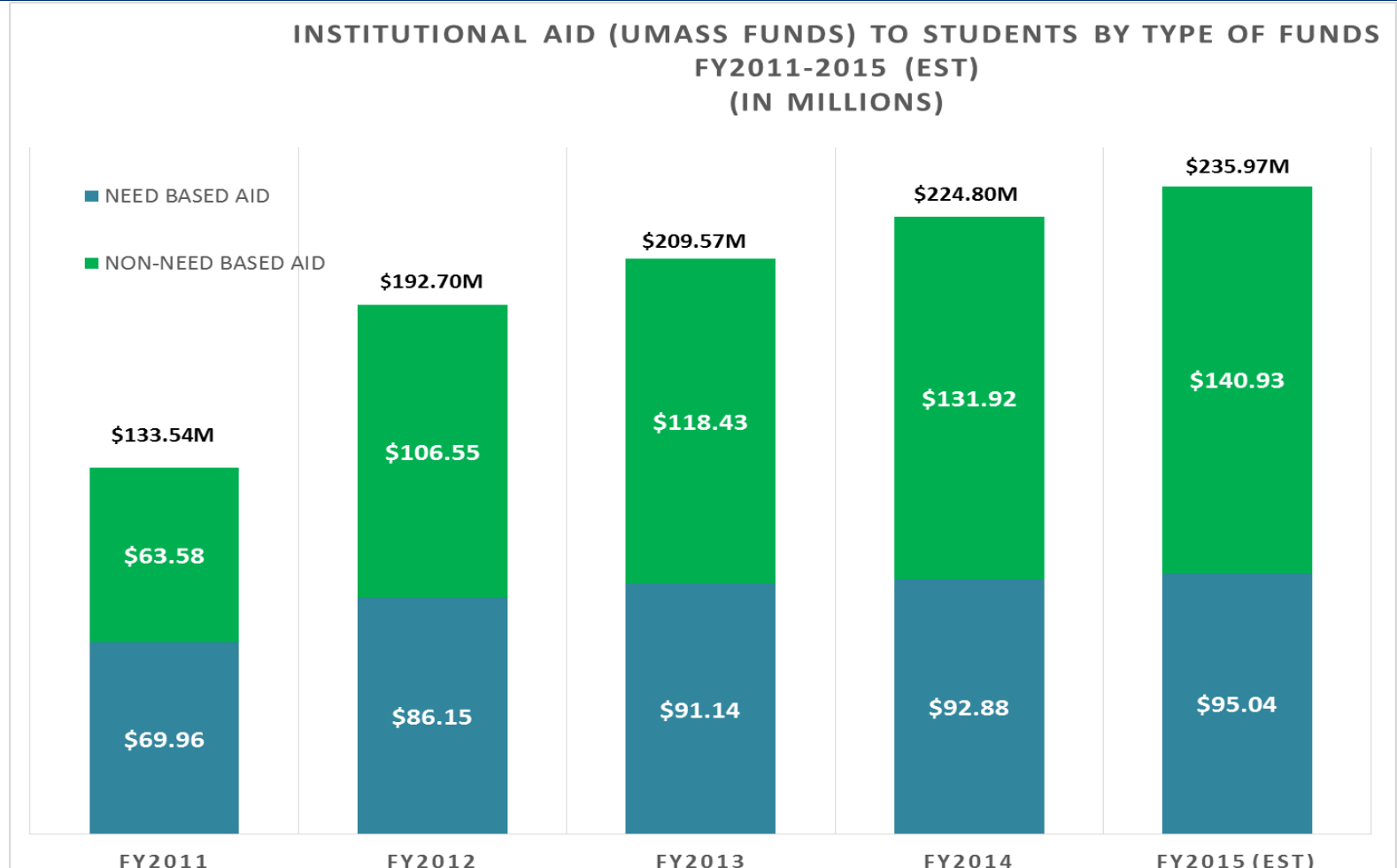
–All Other includes Private/Alternative Loans, Work Study, and various grant and loan programs. FY12 increase in UMass Institutional Waivers, shown in brown above, was caused by inconsistent reporting of some institutional waivers in prior years which has now been consistently reported by campuses since FY12

The University and the Federal Government are the Largest Sources of UMass Student Aid



-Excludes FY 10 Fee Rebate; FY12 increase in UMass Aid to Students was caused by inconsistent reporting of institutional waivers in prior years which is captured in more recent data.

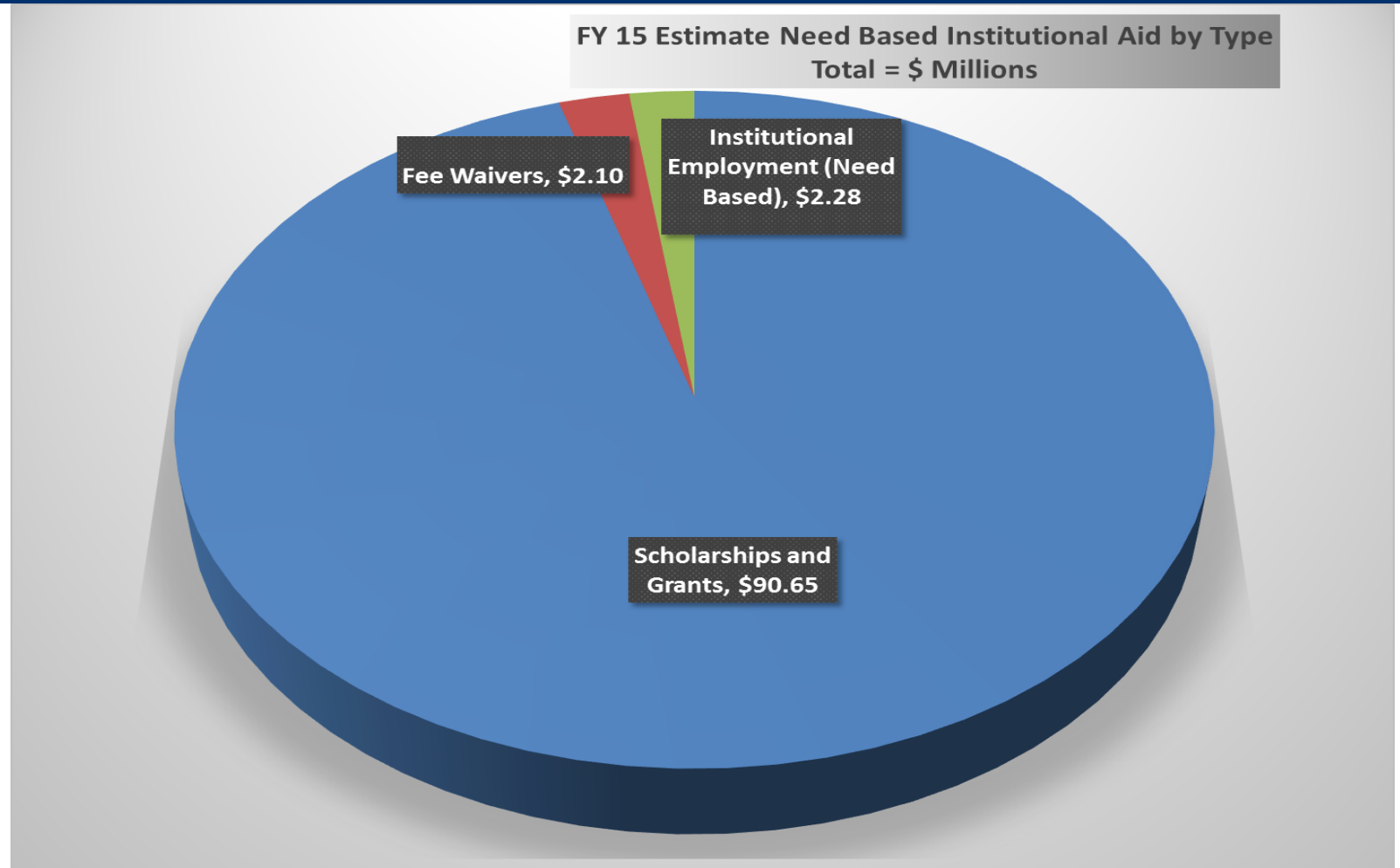
UMass Continues to Increase Its Institutional Support of Financial Aid



-Data includes Undergraduate and Graduate Students (full-time and part-time). FY12 increase in Non-Need Based Aid was caused by inconsistent reporting of institutional waivers in prior years which is captured in more recent data.

UMass Provides Institutional Need-Based Financial Aid through various programs

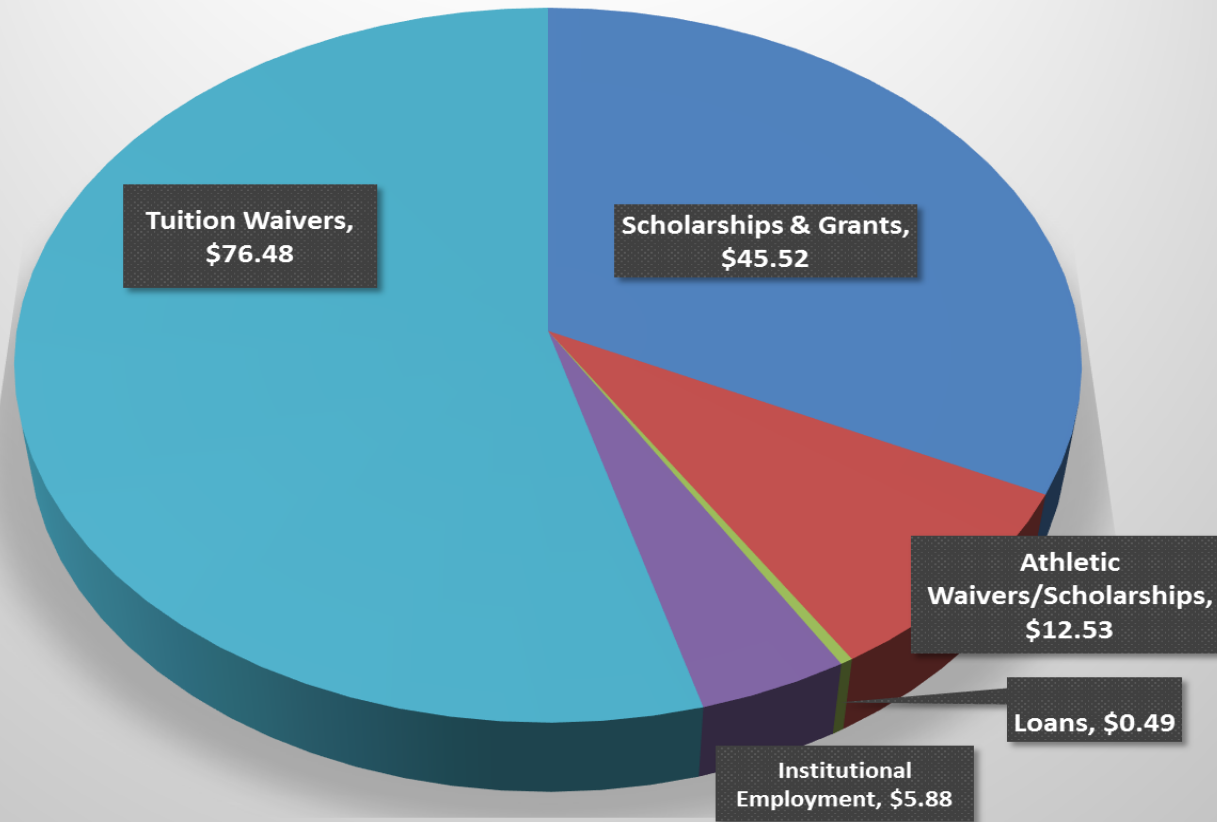
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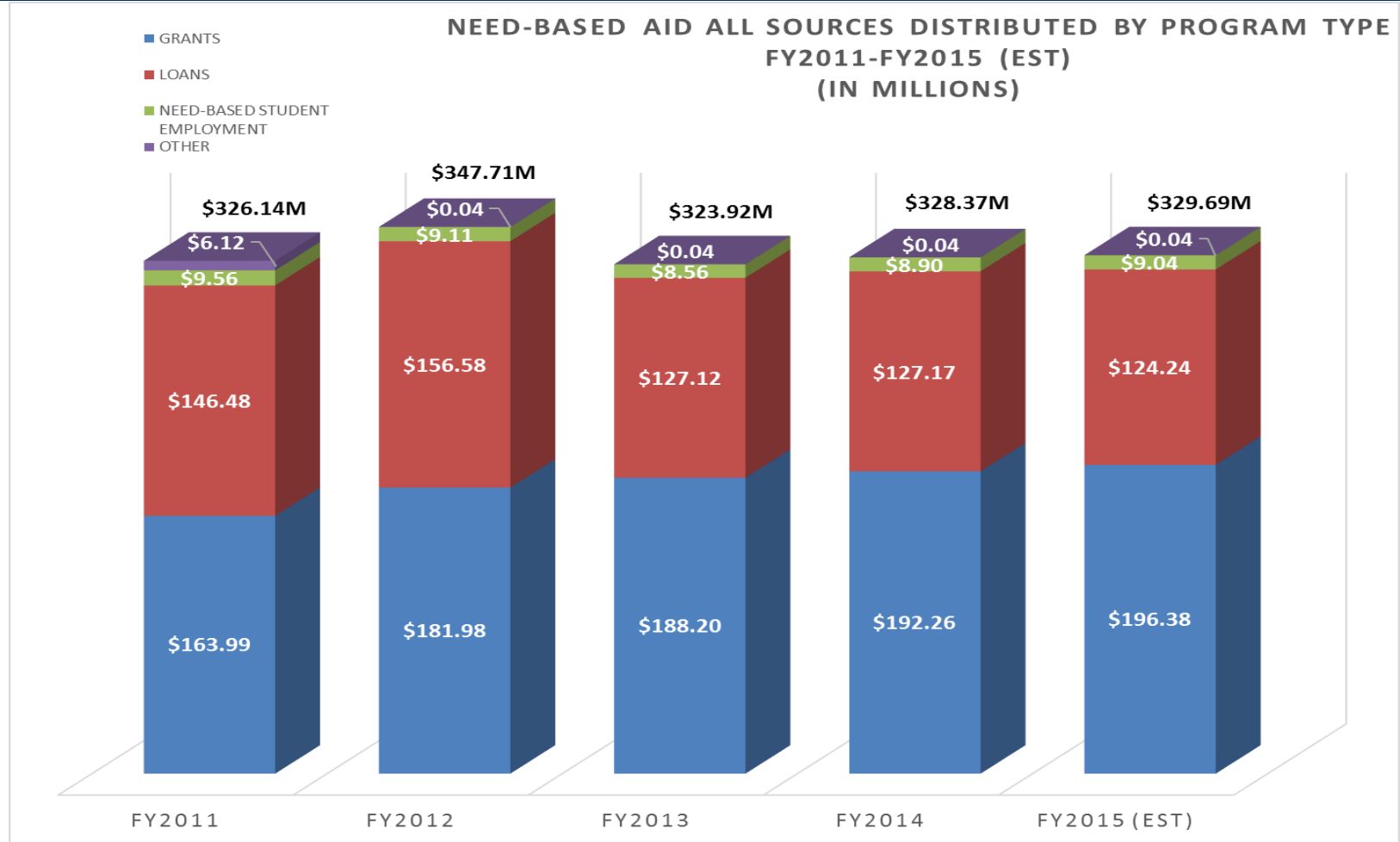
UMass Provides Institutional Non-Need-Based Financial Aid through various programs

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FY15 Estimate Non Need Based Institutional Aid by Type
Total = \$ Million

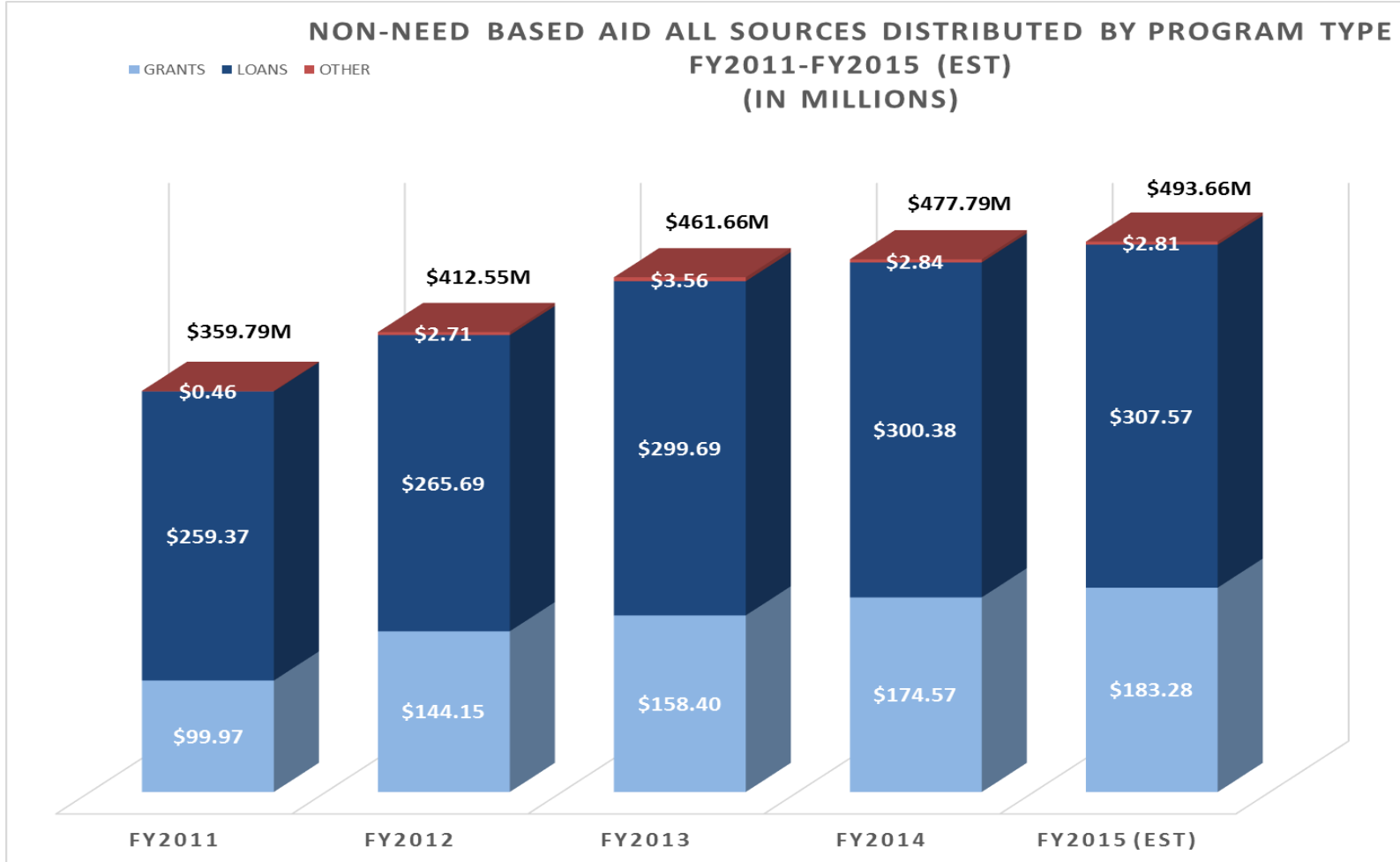


Grants and Loans Are the Two Largest Components of Need-Based Aid



-Data includes Undergraduate and Graduate Students: Decrease in need based loans from FY12 to FY13 is due to the elimination of Need based federal loans for Graduate students. They are only eligible for non need based loans effective FY13

Non-Need Based Aid is Predominantly Comprised of Loans



-Data includes Undergraduate and Graduate Students: Increases in Non-need based loans from FY12 to FY13 due to the elimination of need-based federal loans for graduate students. They are only eligible for non need based loans effective FY13

Highlights: In-State Undergraduates

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- Slides #11- 16 provides analysis on the In-State Undergraduate student population.

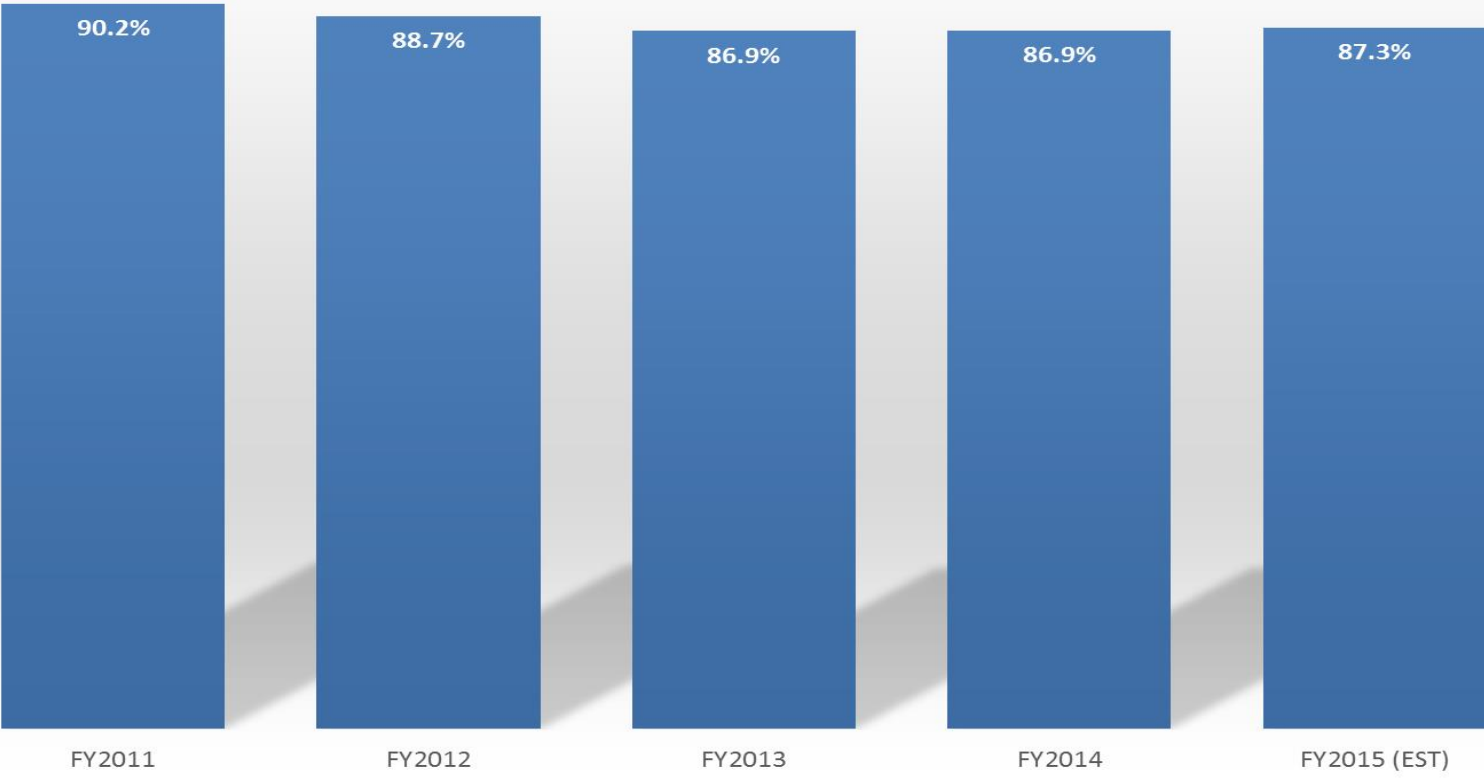


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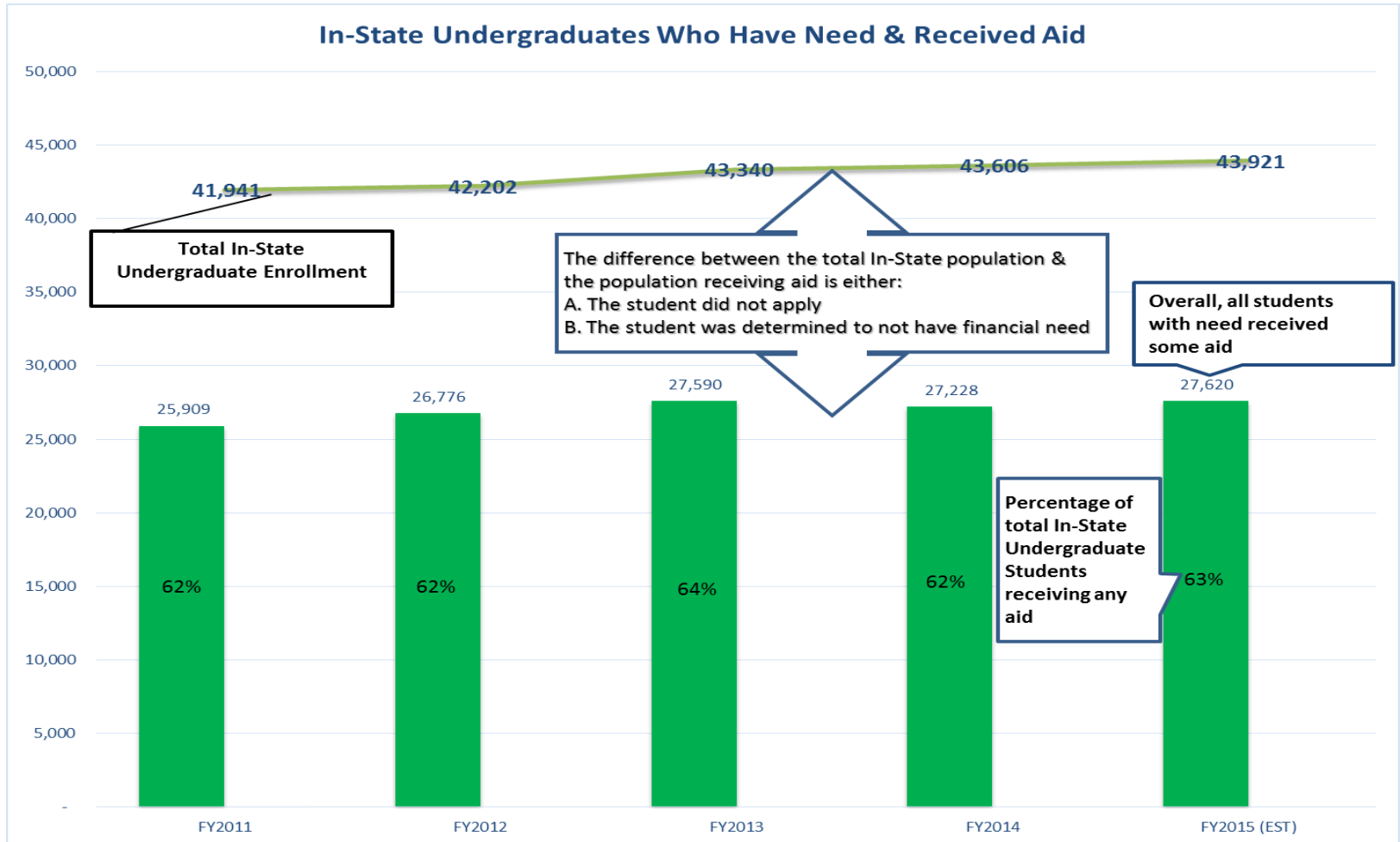
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Average Percentage of Student Need Met

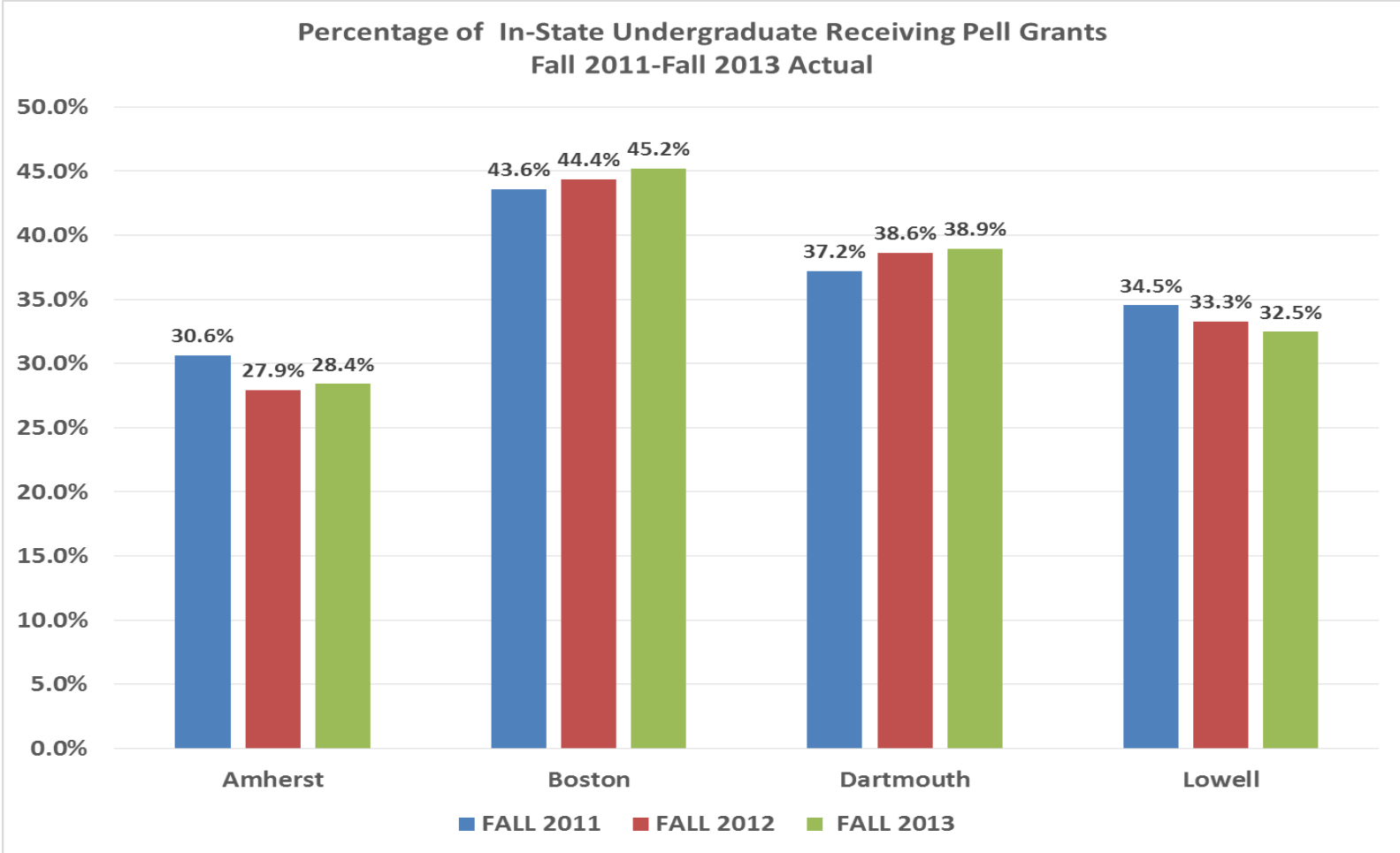
Average Percentage of Student Need Met
In-State Undergraduate Students: FY11 - FY15 estimate



In-State Undergraduate Need-Based Aid



Percent of In-State Undergraduates Receiving Pell Grants



UMass FY 14 Actual Financial Aid by Income For In-State Undergraduates with Need

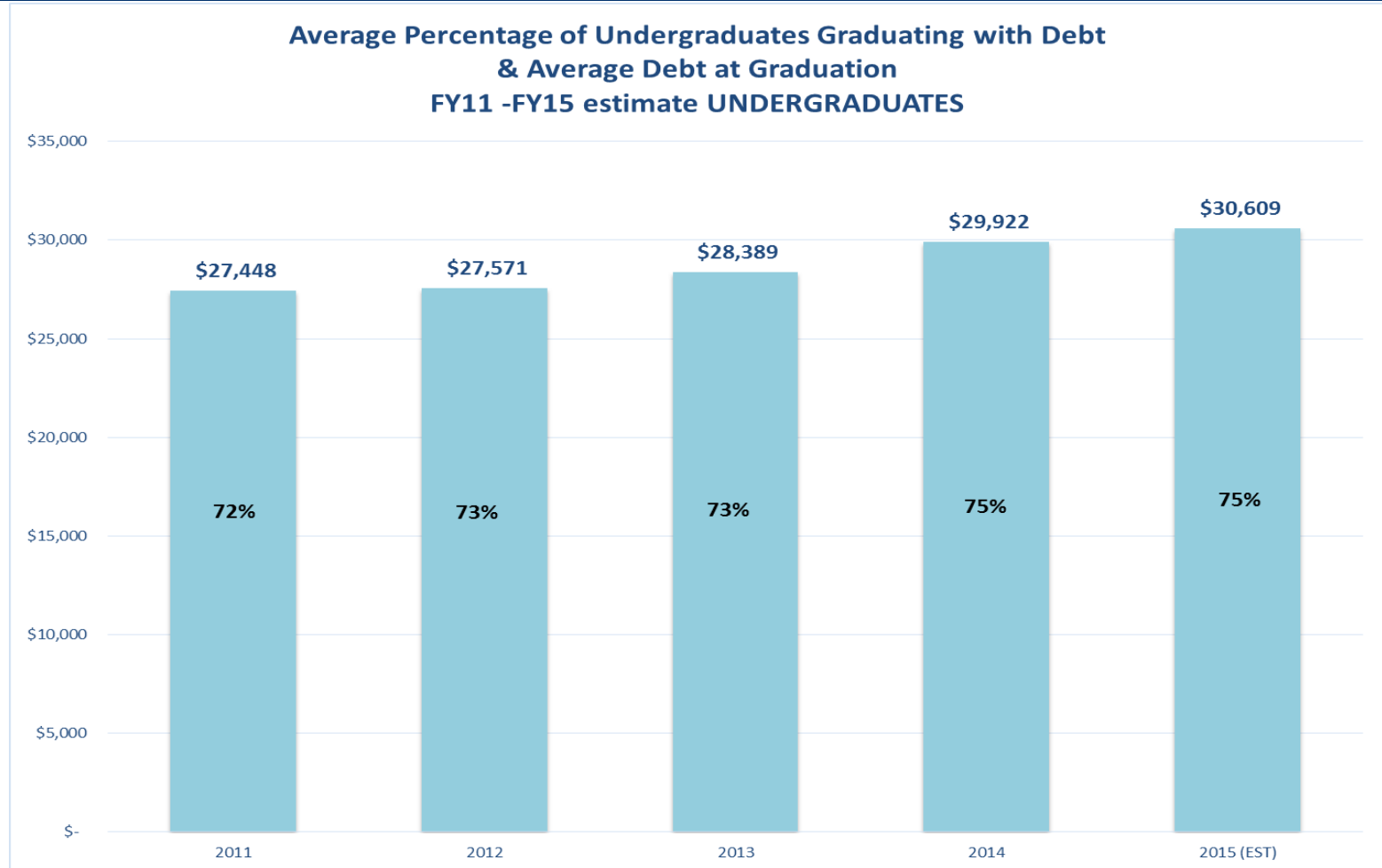
Federal Income Range	Financial Aid Applicants	Average Federal Income	Average Expected Family Contribution (EFC)	Average Need	Average Financial Aid Package	Average Unmet Need
Less than \$30,000	10,048	\$ 13,476	\$ 671	\$ 21,149	\$ 18,135	\$ 3,015
\$30,000 - \$40,000	2,329	\$ 34,883	\$ 1,976	\$ 19,811	\$ 17,214	\$ 2,597
\$40,001 - \$50,000	2,097	\$ 44,856	\$ 3,094	\$ 18,730	\$ 16,247	\$ 2,483
\$50,001 - \$75,000	4,637	\$ 62,239	\$ 5,570	\$ 16,321	\$ 14,207	\$ 2,114
\$75,001 - \$100,000	3,702	\$ 86,721	\$ 10,274	\$ 11,925	\$ 10,454	\$ 1,471
Greater than \$100,000	5,227	\$ 129,586	\$ 15,434	\$ 7,838	\$ 7,056	\$ 783

Average Grant Award	Average Loan Award	Average Work Award
\$ 10,492	\$ 8,007	\$ 2,270
\$ 10,277	\$ 7,370	\$ 2,301
\$ 9,420	\$ 7,415	\$ 2,260
\$ 7,704	\$ 7,232	\$ 2,221
\$ 5,170	\$ 6,957	\$ 2,269
\$ 3,775	\$ 6,160	\$ 2,188

- Average Need is determined after the Expected Family Contribution (EFC) of each Financial Aid applicant is applied to the estimated cost of attendance. The Financial Aid package to applicants contains aid such as grant awards, loans, and work study to defray the cost of attendance for each applicant. The Unmet Need represents the difference between a student or family's Need and their Financial Aid package.
- The Average Grant Award, Average Loan Award, and Average Work Award, shown above right, provides information on the composition of an average Financial Aid package for applicants.

Total Undergraduate Student Debt is Manageable

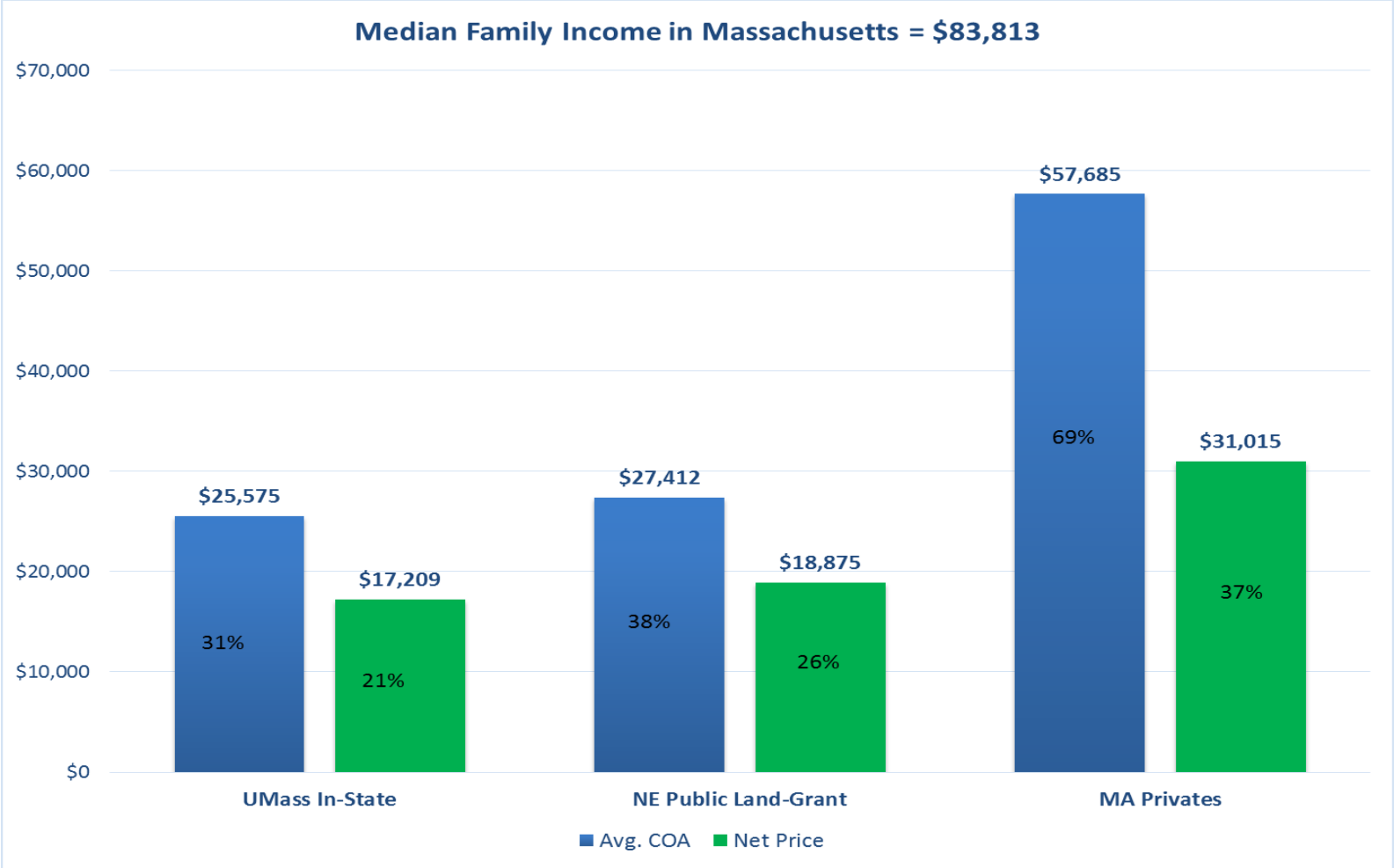
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UMass Average Cost of Attendance Compared to New England Peers & MA Privates



- UMass figure is for in-state undergraduates
- Source of data: FY 14 IPEDS & College Board data



Campus Specific Data



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Amherst

□ FY 14 Average Financial Aid Package (In-State Undergrads with Need):

Number of Financial Aid Applicants	Number of Applicants Determined to Have Need & Receive Aid	Average Federal Income	Average Expected Family Contribution (EFC)	Average Need	Average Financial Aid Package	Average Unmet Need	Average Grant Award	Average Loan Award	Average Work Award
10,401	10,134	\$ 70,973	\$ 7,766	\$17,968	\$ 14,584	\$ 3,384	\$ 9,577	\$ 7,953	\$ 1,235

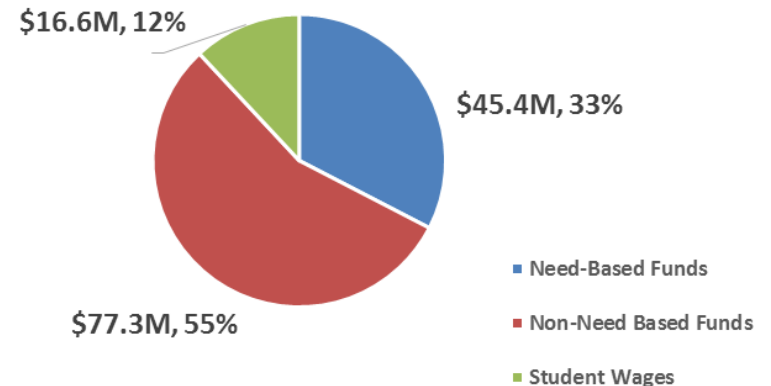
–Average Percentage of Need Met:
82.3%

% Graduating with debt and debt \$:

Undergraduates 2013
2014 ACTUAL
72%
\$ 30,453

□ Institutional Aid:

Amherst Institutional Aid FY 2014



Boston

□ FY 14 Average Financial Aid Package (In-State Undergrads with Need):

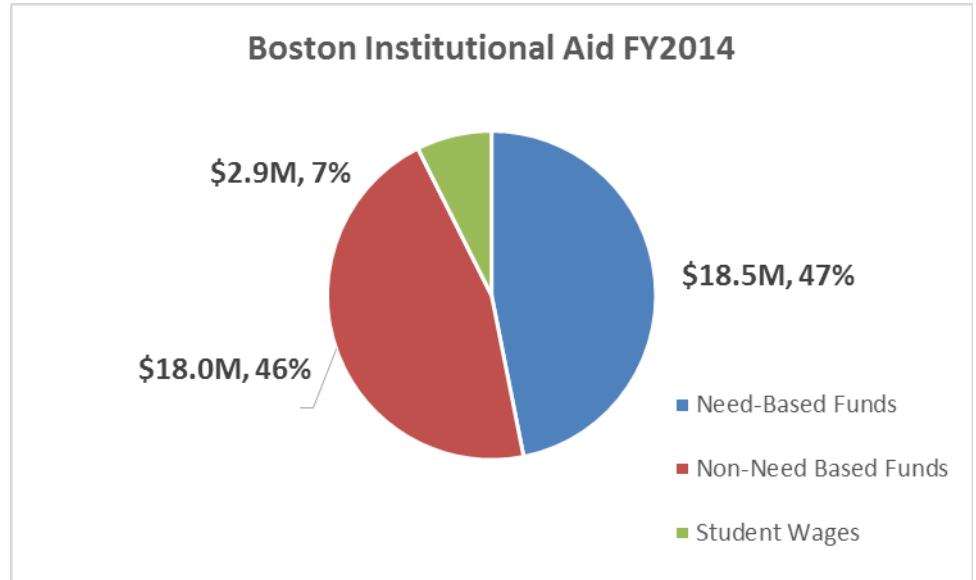
Number of Financial Aid Applicants	Number of Applicants Determined to Have Need & Receive Aid	Average Federal Income	Average Expected Family Contribution (EFC)	Average Need	Average Financial Aid Package	Average Unmet Need	Average Grant Award	Average Loan Award	Average Work Award
6,957	6,957	39,056	3,728	\$ 15,904	\$ 13,983	\$ 1,921	\$ 7,804	\$ 7,006	\$ 3,192

–Average Percentage of Need Met:
89%

% Graduating with debt and debt \$:

Undergraduates 2013 - 2014 ACTUAL
73%
27,229

□ Institutional Aid:



Dartmouth

□ FY 14 Average Financial Aid Package (In-State Undergrads with Need):

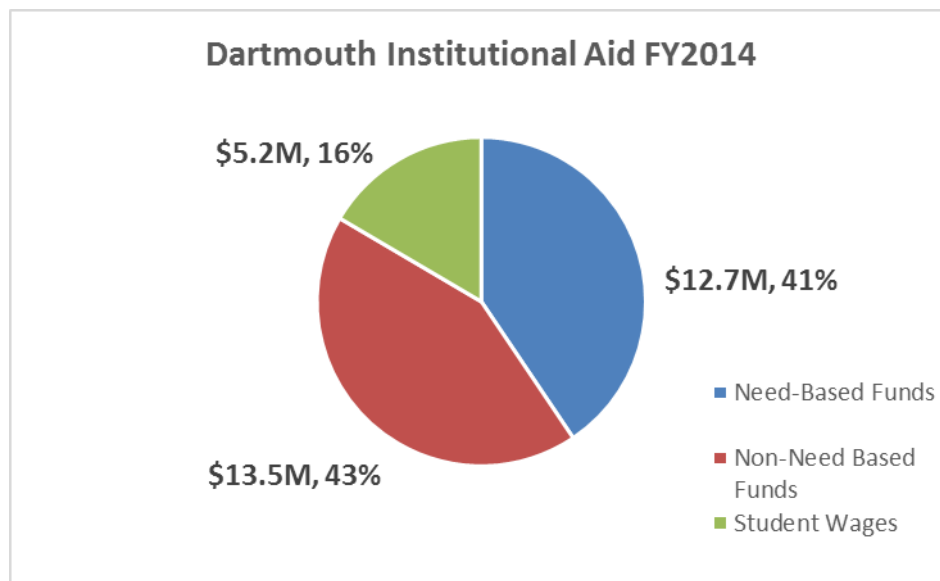
Number of Financial Aid Applicants	Number of Applicants Determined to Have Need & Receive Aid	Average Federal Income	Average Expected Family Contribution (EFC)	Average Need of Recipients	Average Financial Aid Package	Average Unmet Need	Average Grant Award	Average Loan Award	Average Work Award
4,796	4,796	58,303	5,881	\$ 16,832	\$15,126	\$ 1,706	\$ 8,738	\$ 7,549	\$ 1,612

–Average Percentage of Need Met:
90%

% Graduating with debt and debt \$:

Undergraduates 2013 - 2014 ACTUAL
81%
31,070

□ Institutional Aid:



Lowell

□ FY 14 Average Financial Aid Package (In-State Undergrads with Need):

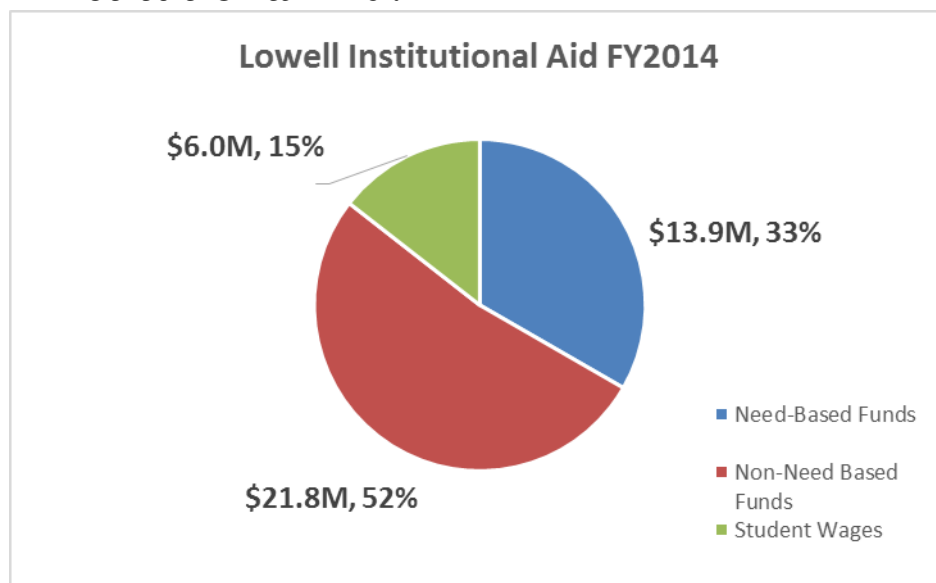
Number of Financial Aid Applicants	Number of Applicants Determined to Have Need & Receive Aid	Average Federal Income	Average Expected Family Contribution (EFC)	Average Need of Recipients	Average Financial Aid Package	Average Unmet Need	Average Grant Award	Average Loan Award	Average Work Award
5,886	5,886	54,244	5,401	\$ 15,166	\$ 13,431	\$ 1,735	\$ 7,046	\$ 7,432	\$ 3,047

–Average Percentage of Need Met:
90%

% Graduating with debt and debt \$:

Undergraduates 2013 - 2014 ACTUAL
81%
30,505

□ Institutional Aid:



Medical School

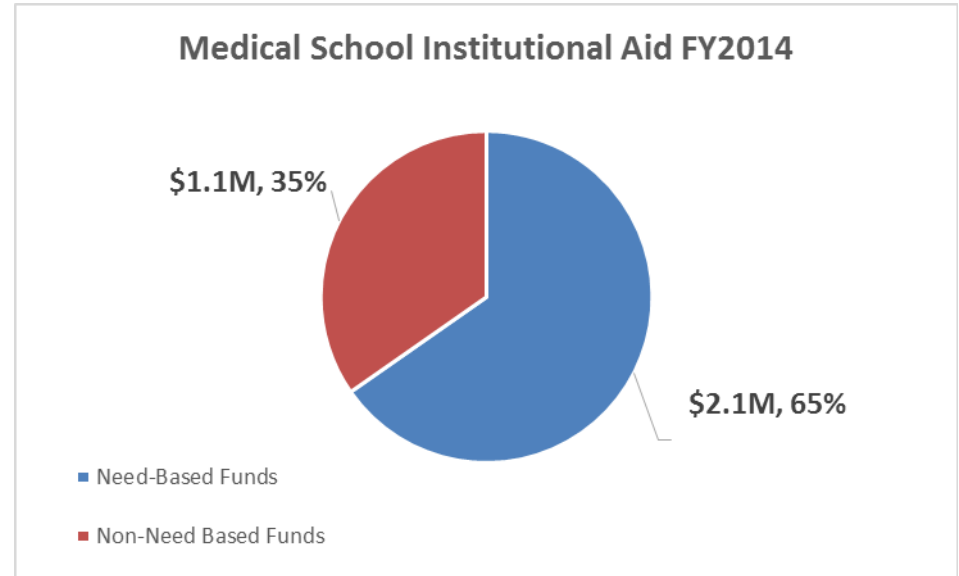
□ FY 14 Average Financial Aid Package (Graduate Students with Need):

Number of Financial Aid Applicants	Number of Applicants Determined to Have Need & Receive Aid	Average Federal Income	Average Expected Family Contribution (EFC)	Average Need of Recipients	Average Financial Aid Package	Average Unmet Need	Average Grant Award	Average Loan Award	Average Work Award
471	471	\$ 16,391	\$20,345	\$ 49,052	\$38,944	\$10,108	\$ 5,456	\$33,488	\$ -

□ Institutional Aid:

□ % Graduating with debt and debt \$:

Graduate 2013 - 2014 ACTUAL
62.5%
\$133,970



Important Financial Aid Terms

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- ❑ Expected Family Contribution(EFC): an estimate of the amount of money you (and your parents, if you are dependent) could reasonably contribute toward college costs. The EFC is the initial indicator of what types of grants and/or loans you may be eligible for. The information provided on the FAFSA is used by the federal processor to determine an EFC.
- ❑ Need Based Financial Aid: is awarded when you have demonstrated financial need. You have financial need when your EFC is less than your estimated cost of attendance.
 - ❑ Pell Grants: Awarded to full- and part-time undergraduate students who demonstrate exceptional need and are seeking their first bachelor's degree. Awards are limited to the equivalent of 12 full-time semesters. Final eligibility determination is required.
 - ❑ MassGrant Program: A need-based grant funded by appropriations from the Massachusetts Legislature for Massachusetts residents. Eligible undergraduate students must take at least 12 credits each term, be seeking their first bachelor's degree and file the FAFSA by May 1, 2014. Award amounts are determined by the Massachusetts Department of Higher Education.
 - ❑ University Awards: Grants, tuition waivers, and scholarships that are funded through state appropriations, annual donor gifts, and other university revenue are awarded to full- and part-time eligible undergraduate students seeking their first bachelor's degree who demonstrate need.
 - ❑ Work Study: this federally funded program provides students with funding to obtain part-time employment opportunities both on and off campus. Students typically work 10-15 hours per week and receive a bi-weekly paycheck.
 - ❑ Federal Direct Subsidized Loans: A low-interest loan funded by the federal government and available to eligible students enrolled at least half-time who complete the FAFSA. A credit check is not required to receive this loan. Subsidized loans are awarded based on demonstrated need. The government pays the interest while the student is in school.
- ❑ Non-Need-Based Financial Aid: is awarded when you have no financial need, i.e. your EFC is greater than the cost of attendance
 - ❑ University Awards: Grants, tuition waivers, and scholarships that are funded through state appropriations, annual donor gifts, and other university revenue are awarded to full- and part-time eligible undergraduate students seeking their first bachelor's degree. These awards are based on other than financial need such as assisting minority students and/or students of academic or athletic merit, or other purposes and does not include stipends
 - ❑ Federal Direct Un-Subsidized Loans: Is a non-need based, low-interest loan funded by the federal government and available to degree-seeking students enrolled at least half-time who complete the FAFSA. A credit check is not required to receive this loan.



Thank You

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