

Finding Money for College:  
Assisting Students with the  
Financial Aid Process



Moderator: Kate Coffman  
Program Director for College and Career  
Counseling  
Indiana Youth Institute

Speakers  
Bill Wozniak  
Director of Marketing  
ISM Education Loans, Inc

Danielle Tate  
Student Coordinator, Twenty-first Century  
Scholars Program  
Central Indiana Support Site Indiana's GEAR  
UP Initiative

# What will be covered today?

- Value of an Education
- What Does College Cost
- Types of Financial Aid
- Overview of the Twenty-First Century Scholars

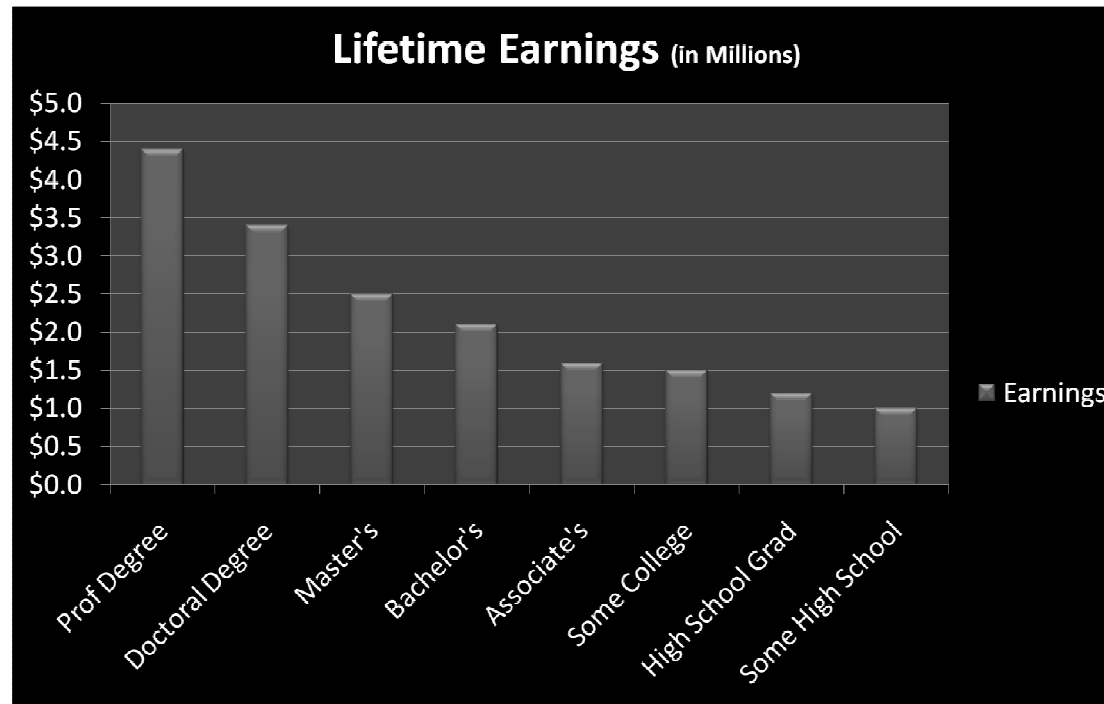
## Program

- How to Apply
- Additional Resources

# Ask your student...

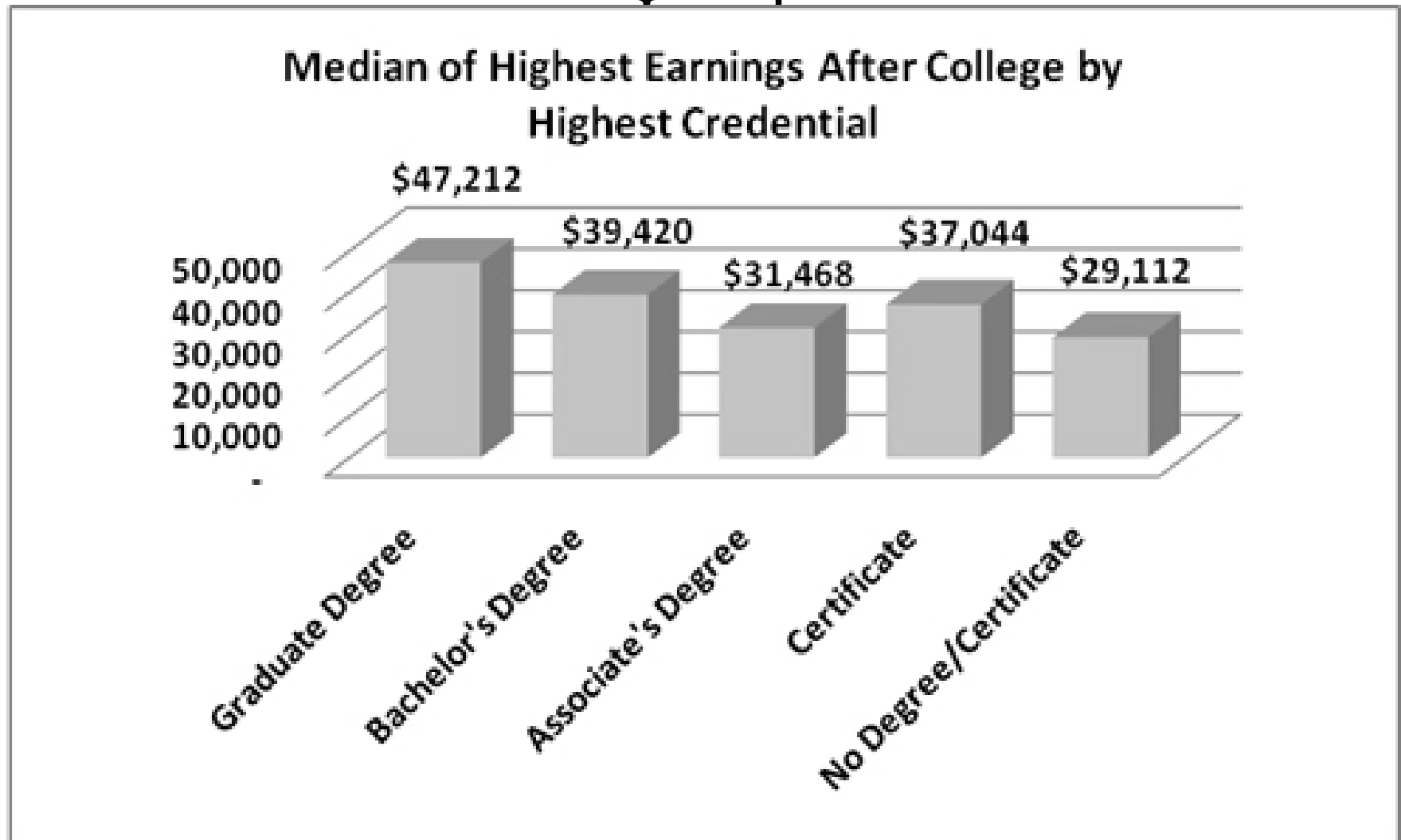
- What do they want to do as a career?
- How will you get to that career?
- 4 year college one option
  - 2 year, Associate's degree
  - Certification
  - Apprenticeships
  - Others
- Some type of education beyond high school is critical in today's global economy

# The Value of Education



# The Value of Education

## Average Annual Earnings – Different Education



# How Much Does Education Cost?

Below are some examples of current college costs

<b>School</b>	<b>Per Year Cost</b>	<b>Total Cost</b>	<b>Enrollment</b>
Purdue University	\$17,348	\$69,392	31,145
Taylor University	\$30,000	\$120,000	1,879
Rose-Hulman University	\$49,801	\$199,204	1,900
IUPUI	\$8,935	\$35,740	30,000
Indiana University Bloomington	\$18,901	\$75,604	36,000
University of Southern Indiana	\$10,235	\$40,940	10,700
Ivy Tech State College	\$2,900	\$5,800	90,000+

# Cost of Attendance

- Tuition
- Fees
- Room and board
- Books
- Transportation
- Miscellaneous expenses

# Funding Education Beyond HS

- What do we mean by funding?
  - Types of money
    - Savings
    - Financial Aid- grants, scholarships
    - Financial Aid-loans, workstudy
- How will your students fund their education beyond high school? Usually a combination of savings, financial aid, and loans

# Types of Financial Aid

## **Scholarships/Grants**

Scholarships and grants are considered gift aid “free money”, which means you do not need to repay the award. They come from:

- Federal Government
- State Government
- College or University
- Private source (employer, church, community foundation, etc)

# Federal Grants

<b>Grant</b>	<b>Maximum Amount</b>	<b>Tuition Only (TO) Cost of Attendance (COA)</b>	<b>Need Based</b>
Pell Grant	\$5500	COA	Yes
Federal Supplemental Educational Opportunity Grant (FSEOG)	\$4000	COA	Yes (must be Pell eligible)
TEACH Grant (restrictions Apply)	\$4000	COA	Yes

# State Grants and Scholarships

- Frank O'Bannon Grant (formerly Higher Education Award)—need based. Amounts will be set in June.
- Twenty-first Century Scholar Program—must register in 6<sup>th</sup>, 7<sup>th</sup>, 8<sup>th</sup> grade and meet free and reduced lunch income guidelines. Covers full tuition and regularly assessed fees at a public school or equivalent amount at a private school.

# State Grants and Scholarships(cont)

- Child of Disabled Veteran or Certain Public Safety Officer (CVO) covers tuition and regularly assessed fees for child of disabled veteran or certain public safety officers killed in the line of duty
- Nursing Scholarship
- Minority Teacher Scholarship
- Robert Byrd Scholarship—merit scholarship deadline April 30, 2011

# Twenty-first Century Scholars' Pledge

- Must graduate from an Indiana H.S. with a diploma.
- Must maintain a 2.0 in high school
- Must not use illegal drugs or alcohol, or commit a crime.
- Must apply for admission to an eligible Indiana college or university
- Must apply for state & federal financial aid.
- *Recommended to attend Twenty-first Century Scholar events to help succeed in*

# Types of Financial Aid

- **Student & Parent Loans:** Loans are funds that you and/or your parent(s) can borrow to help pay for college expenses. Loans must be repaid, usually with interest. Loans also can be classified into four basic groups: Federal, Institutional, and Private.



# Funding Sources

- **Work-Study Programs:** The purpose is to provide students with part-time employment to help pay for college expenses and, if possible, provide work experience in a related field.
  - Federal Work-Study - This program is federally funded and need-based. Your eligibility is determined from information provided on your FAFSA.
  - Institutional Work-Study - Some colleges offer work programs for students who are not eligible for the federal work-study program.
  - State Work-Study-Students who receive a Frank O'Bannon Grant can apply for summer employment through the state work study program

Each college has a different process for participation in the work-study program. Contact the financial aid office at the college you plan to attend to learn the details of their program.

# Federal Loans

- Stafford Loan Program
- Subsidized—federal government “subsidizes” interest so it does not accrue until after graduation. Payments begin 6 months after graduation. Several Payment plans. Low fixed interest rate
- Unsubsidized-accrues interest while in school. Payments begin 6 months after graduation. Low fixed interest rate

# Federal Loans (continued)

- Perkins Loan—low interest rate. Not all schools participate.
- PLUS Loans for Parent – Parents of dependent students can apply. Must be credit worthy. Can borrow up to the Cost of Attendance minus any other financial aid. Fixed 7.9% interest rate. Payment begins 60 days after the loan is disbursed. Interest accrues from date of full disbursement.

# How to Apply

File the Free Application for Federal Student Aid at [www.fafsa.ed.gov](http://www.fafsa.ed.gov)

Never pay to file the FAFSA. It is Free!

List up to 10 schools on the FAFSA



The image shows a screenshot of the FAFSA website homepage. At the top left is the FAFSA logo with the text "START HERE GO FURTHER FEDERAL STUDENT AID". To the right is the text "FAFSA Free Application for Federal Student Aid". Below this is a navigation bar with icons for Home, About Us, Student Aid on the Web, PIN Site, Contact Us, and Browse Help. There is also a search bar with a "SEARCH" button and language options for "English" and "Español". The main content area features a large banner with a background image of diverse college students. The banner text reads "Get help paying for college" in large white letters, followed by "Submit a Free Application for Federal Student Aid (FAFSA)" in smaller white text. At the bottom of the banner is a large "Start Here" button and a list of bullet points: "Start or continue your FAFSA", "Correct your FAFSA", and "Check the status of your FAFSA, and more...".

START HERE  
GO FURTHER  
FEDERAL STUDENT AID

FAFSA<sup>®</sup>  
Free Application for Federal Student Aid

Home About Us Student Aid on the Web PIN Site Contact Us Browse Help

SEARCH  
English | Español

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**Start Here**

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# Deadlines

- Students must file a FAFSA every year
- It is due by March 10 each year
- They must review and check their FAFSA and make any corrections by May 15<sup>th</sup>
- Visit [www.ssaci.in.gov/estudent](http://www.ssaci.in.gov/estudent) to see if they have any additional corrections needed by the State of Indiana

# What is next?

- After they file the FAFSA, they will receive a Student Aid Report (SAR)
- Correct any information that is incorrect on the SAR on your FAFSA
- The SAR will show your estimated family contribution (EFC)—this is the amount the government expects you to contribute to your education.

# What is Next (cont)

- Schools listed on the FAFSA will receive student's FAFSA data and EFC

School will take the Cost of Attendance

Subtract the Estimated Family Contribution

And that will equal the student's financial need

COA

-EFC

Need

# Financial Aid Package

School will take the financial need they have calculated and put together a financial aid package that may include

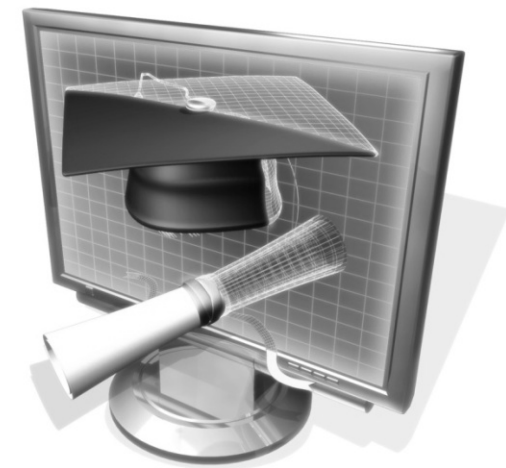
- Institutional grants and scholarships
- State grants and scholarships
- Federal Grants
- Work Study
- Student Loans
- Parent Loans

# Scholarship Search Engines

- Students who begin looking for scholarships early, have the best success
- Check with churches, family employers, local community foundations, school guidance counselor, anyone they have contact with
- [www.fastweb.com](http://www.fastweb.com)
- [www.cappex.com](http://www.cappex.com)
- [www.scholarship.com](http://www.scholarship.com)
- Follow [triptocollege.org](http://triptocollege.org) on facebook as we post Indiana specific scholarships when applicable

# Where Can I Get More Info?

- [TripToCollege.org](http://TripToCollege.org)
  - Step-by-step college planning
- [DriveOfYourLife.org](http://DriveOfYourLife.org)
  - Career exploration
- [FAFSA.ed.gov](http://FAFSA.ed.gov)
  - The key to Federal financial aid eligibility
- [Learnmoreindiana.org](http://Learnmoreindiana.org)
- State Student Assistance Commission



# Scholarships in your region

- Check with the local community foundations—they administer Lilly Scholarship program, endowed scholarships, and local community based programs
- Check with families church, employer or union as they may have scholarships for members, employees or their family
- Have the student meet with their guidance counselor, they often have scholarship applications
- Contact local Kiwanis Club, American

# Education Financial Literacy

Kate Coffman

Program Director, College & Career Counseling  
Indiana Youth Institute

