University of Massachusetts 2013 Financial Aid Update

Presentation
Committee on Administration and Finance
February 6, 2013
Sources of Financial Aid Have Shifted Over Time

All other includes Private/Alternative Loans, Work Study, and various grant and loan programs
The University and the Federal Government are the Largest Sources of UMass Student Aid

* Excludes FY10 Fee Rebate
AVERAGE PERCENTAGE OF STUDENT NEED MET IN-STATE UNDERGRADUATE STUDENTS: 2008 to 2013 proj.

- 2008: 91.0%
- 2009: 92.4%
- 2010: 91.9%
- 2011: 90.2%
- 2012: 89.1%
- 2013: 87.6%
Total Undergraduate Student Debt is Manageable

Average Percentage of all Undergraduates Graduating with Debt & Average Debt @ Graduation

All Undergraduates 02-2010 Final.
Appendix
Highlights

• Increase in financial need
  – More students applied for aid and more were eligible

• Financial aid expenditures increased by 4.4%
  – Increase was primarily from Federal and Institutional Sources

• Going forward: challenging to increase aid at the rate need is growing
% of All UMass In-State Undergraduates Receiving Need-Based Aid

- 80% of MA resident students enrolled at UMass applied for financial aid
- 79% of students applying for aid (and 64% of all in-state undergraduates) were determined to have financial need
- 99% of those with need (and 64% of all in-state undergraduates) received some need-based financial aid

42,430

IN-STATE UNDERGRADUATES RECEIVING FINANCIAL AID
2013 proj.

33,939

20% of Resident Undergraduates did not apply for Financial Aid

27,233

26,995
Increase in In-State Undergraduate Aid Recipients Since FY08
Increase in Total number as well as a % of all In-State Undergrads

In-State Undergraduates Who Received Need-Based Aid

<table>
<thead>
<tr>
<th>Year</th>
<th>Number of Students</th>
<th>% of All In-State Undergrads</th>
</tr>
</thead>
<tbody>
<tr>
<td>FY2008</td>
<td>19,366</td>
<td>52.1%</td>
</tr>
<tr>
<td>FY2009</td>
<td>20,886</td>
<td>54.3%</td>
</tr>
<tr>
<td>FY2010</td>
<td>23,849</td>
<td>58.9%</td>
</tr>
<tr>
<td>FY2011</td>
<td>25,909</td>
<td>62.3%</td>
</tr>
<tr>
<td>FY2012</td>
<td>26,775</td>
<td>64.0%</td>
</tr>
<tr>
<td>FY2013 (est)</td>
<td>26,995</td>
<td>64.2%</td>
</tr>
</tbody>
</table>
High Numbers of Students Receiving Pell Grants

Percent of In-State Undergraduates Receiving Pell Grants
Fall 2012 proj.

- Amherst: 22%
- Boston: 43%
- Dartmouth: 37%
- Lowell: 34%
NON-NEED-BASED AID DISTRIBUTED by PROGRAM TYPE
FY2007 - FY2013 proj.

Source – Common Data Set
### UMass FY13 (est) Financial Aid by Income For In-State Undergraduates

<table>
<thead>
<tr>
<th>Federal Income Range</th>
<th>Number of Financial Aid Applicants</th>
<th>Average Federal Income</th>
<th>Average Need</th>
<th>Average Expected Family Contribution (EFC)</th>
<th>Average Grant Award</th>
<th>Average Unmet Need</th>
</tr>
</thead>
<tbody>
<tr>
<td>Less than $30,000</td>
<td>9,829</td>
<td>13,405</td>
<td>21,634</td>
<td>669</td>
<td>10,587</td>
<td>2,977</td>
</tr>
<tr>
<td>$30,000 - $40,000</td>
<td>2,460</td>
<td>34,952</td>
<td>20,118</td>
<td>2,061</td>
<td>10,146</td>
<td>2,783</td>
</tr>
<tr>
<td>$40,001 - $50,000</td>
<td>2,047</td>
<td>44,831</td>
<td>18,796</td>
<td>3,237</td>
<td>9,480</td>
<td>2,748</td>
</tr>
<tr>
<td>$50,001 - $75,000</td>
<td>4,690</td>
<td>62,048</td>
<td>16,201</td>
<td>5,806</td>
<td>7,218</td>
<td>2,380</td>
</tr>
<tr>
<td>$75,001 - $100,000</td>
<td>3,822</td>
<td>86,745</td>
<td>11,499</td>
<td>10,649</td>
<td>4,671</td>
<td>1,529</td>
</tr>
<tr>
<td>Greater than $100,000</td>
<td>4,919</td>
<td>129,344</td>
<td>7,597</td>
<td>15,403</td>
<td>3,159</td>
<td>853</td>
</tr>
</tbody>
</table>
UMass Students Report Utilizing Federal Tax Credit Program

- Data is self-reported
- Two Federal Tax Credits Apply
  - American Opportunity Tax Credit
  - Lifetime Learning Credit
**UMass Continues to be Affordable**

Cost of Attendance against Median Family Income

*UMass figure is for in-state undergraduates; Source of data: FY11 College Board data*
NOTE: Peer data is the most current data available

*Debt data is from Common Data Set and represents the debt accumulated while only at that institution:
UMass Continues to Increase Its Institutional Support of Financial Aid

INSTITUTIONAL AID (UMASS FUNDS) TO STUDENTS BY TYPE OF FUNDS FY2007- FY2013 proj.

Data includes Undergraduate and Graduate Students (full-time and part-time)
Grants and Loans Are the Two Largest Components of Need-Based Aid

Data includes Undergraduate and Graduate Students
Non-Need Based-Aid Is Predominantly Comprised of Loans

Data includes Undergraduate and Graduate Students
### In FY13 Both Need and Aid Increased For In-State Undergrads With Family Income Under $83,371

In-State Undergraduates Receiving Financial Aid with Family Income Under $83,371

<table>
<thead>
<tr>
<th>Federal Income Under $83,371</th>
<th>Number of Aid Recipients</th>
<th>Average Federal Income of Recipients</th>
<th>Average Need of Recipients</th>
<th>Average Expected Family Contribution (EFC)</th>
<th>Average Unmet Need</th>
<th>Average EFC + Average Unmet Need</th>
<th>Average Grant Award</th>
<th>Average EFC + Average Grant Award</th>
<th>Average Loan Award</th>
</tr>
</thead>
<tbody>
<tr>
<td>FY12 (est)</td>
<td>27,260</td>
<td>53,370</td>
<td>15,573</td>
<td>5,656</td>
<td>1,860</td>
<td>7,516</td>
<td>7,999</td>
<td>13,655</td>
<td>6,431</td>
</tr>
<tr>
<td>FY13 (est)</td>
<td>27,513</td>
<td>54,938</td>
<td>16,675</td>
<td>5,704</td>
<td>2,304</td>
<td>8,008</td>
<td>8,218</td>
<td>13,922</td>
<td>6,786</td>
</tr>
<tr>
<td>FY12-FY13 Change</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>253</td>
<td>1,568</td>
<td>1,103</td>
<td>48</td>
<td>445</td>
</tr>
<tr>
<td>% Change</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>0.9%</td>
<td>2.9%</td>
<td>7.1%</td>
<td>0.8%</td>
<td>23.9%</td>
</tr>
</tbody>
</table>

- More recipients with more need; lower EFC
- UMass pledged to meet 100% of tuition and mandatory fee need with grants for students with family incomes up to $83,371
- FY13 Average Tuition and Mandatory Fees for in-state undergraduate aid recipients was $12,481
- Through Increased Grant Aid, UMass adhered to the pledge
UMass Provides Institutional Financial Aid Through Various Programs

**FY13 (Estimate) Need Based Institutional Aid by Type**
Total = $57.6 Million

- Fee Waivers, $1.5
- Institutional Employment (Need Based), $1.9
- Scholarships and Grants, $87.5

**FY13 (Estimate) Non-Need Based Institutional Aid by Type**
Total = $80.9 Million

- Scholarships & Grants, $26.8
- Athletic Waivers/Scholarships, $6.3
- Fee Waivers/Rebate, $40.2
- Commonwealth Scholars, $2.5
- University Scholars, $0.0
- Loans, $0.7

*Data includes Undergraduate and Graduate Students*

*NOTE: Many non-need-based fee waivers awarded to UMass students are required by outside agencies*
Update on the White House’s model financial aid award letter, or “Shopping Sheet”

• The campuses are participating in this Department of Education Effort.

• They are working with UITS to develop the Shopping Sheet which will be implemented in March.