

# STATE AID ADVISORY COMMITTEE

# GOALS

- One Grant Simplified System
- Eliminate the Eligibility Cliffs (HELP and MESH)
- Develop a Program that Supports Both Needy and/or High Achieving Students
- Have a Positive Impact on as Many Students As Possible

# COMMITTEE'S THOUGHT PROCESS

- Cast a Wide Net And Asked For a Lot of Data From the State Aid Office
- Concerns about the impact on HELP Students
- Decisions on a Two Separate Awarding Matrixes – Two and Four Year Colleges
- Concerns About Using (Expected Family Contribution) EFC in the Eligibility Matrix

# WHAT IS AN EFC?

- Expected Family Contribution (EFC) is a Derived From Completing the Free Application for Federal Student Aid (FAFSA)
  - EFC Ranges from 0 to 999,999
  - EFC Range for Pell Grant is From 0 – 5,846

# NEW AWARD MATRIX

- Based on Expected Family Contribution (EFC) – Need Based Component
- Based on American College Test (ACT) – Academic Based Component

## AWARDING MATRIX- WHERE WE ARE

- Student Population
  - All Students Who Completed a 2019-20 State Aid Application
  - Had a GPA of 2.5 or Greater
  - Had an ACT of 15 or Greater
- Created an Extensive Excel Program to Run Multiple Scenarios From the Point of View of:
  - Student Awards
- Building Scenarios that keeps us within the current \$48 million Appropriations Budget

# AWARDING MATRIX

Award Matrix																	
Awards Based on 2019-20 MSU State Aid Eligible Students																	
Award Amount	EFC = 0	EFC = 1-500	EFC = 501-1000	EFC = 1001-1500	EFC = 1501-2000	EFC = 2001-2500	EFC = 2501-3000	EFC = 3001-3500	EFC = 3501-4000	EFC = 4001-4500	EFC = 4501-5000	EFC = 5001-5500	EFC = 5501-6000	No Pell EFC = 6001-7000	No Pell EFC = 7001-8000	No Pell EFC = 8001-9000	No Pell EFC = 9001+ Or No EFC
EFC Award	\$ 2,000	\$ 1,900	\$ 1,800	\$ 1,700	\$ 1,600	\$ 1,500	\$ 1,400	\$ 1,300	\$ 1,200	\$ 1,100	\$ 1,000	\$ 900	\$ 800	\$ 700	\$ 600	\$ 500	\$ 200
ACT 21-24	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500	\$ 500
ACT 25-28	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000
ACT 29 or Above	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000

Current Draft!

## NEXT STEPS

- Review Student Award Amounts on Grid, Based on Committee Meeting - April 20th
  - Analyze the Impact of Combining some EFC Ranges
  - Analyze Impact of Excluding an EFC Award to those with 50,000 or Higher EFC
- Considering a Recommendation That All State Aid Applicants be Required to Complete the FAFSA
- Look at the Feasibility of Creating an Annual Index to Increase State Aid Awards to Keep the Purchasing Power