California State Compliance
Are you Ready?
Welcome!

Bronwyn Garrison

Assistant Director Financial Aid and Scholarships

UC San Diego

V.P. State Issues CASFAA
Agenda

• Goal
• Who is Affected by What?
• State Bills in Law:
  – When?
  – Where?
  – Summary
  – Suggestions
• What’s Next?
• Thank you!
Goal

• Starting point:
  – Create awareness
  – Provide Resources
  – You are not alone!

“The timeline has been shortened to ‘Right now’.”
Where do I go?

- http://leginfo.legislature.ca.gov
## Who is affected by what?

<table>
<thead>
<tr>
<th>Bill</th>
<th>CCC</th>
<th>CSU</th>
<th>UC</th>
<th>Private Not-for-Profit (Independent)</th>
<th>Private For-Profit</th>
</tr>
</thead>
<tbody>
<tr>
<td>AB 1858: Shopping Sheet</td>
<td>X</td>
<td>X</td>
<td>X</td>
<td>X</td>
<td>X</td>
</tr>
<tr>
<td>AB 2248: Cal Grant Notification</td>
<td>X</td>
<td>X</td>
<td>X</td>
<td>X</td>
<td>X</td>
</tr>
<tr>
<td>AB 1895: Dream Loan Repayment</td>
<td></td>
<td></td>
<td>X</td>
<td></td>
<td></td>
</tr>
<tr>
<td>SB 967: Tuition and Fee Waiver</td>
<td>X</td>
<td>X</td>
<td>X</td>
<td></td>
<td></td>
</tr>
<tr>
<td>AB 19: California College Promise</td>
<td>X</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AB 1178: Annual Loan Notification</td>
<td></td>
<td>X</td>
<td>X</td>
<td>X</td>
<td>X</td>
</tr>
</tbody>
</table>
AB 1858 Shopping Sheet

• When?
  – January 1, 2020

• Where?
  – https://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill_id=201720180AB1858
AB 1858 Summary

• Provide students Financial Aid Shopping Sheet as developed by the United States Department of Education to inform students or individuals who have been offered admission about financial aid award packages.

• Paper or electronic
### Estimated Family Contribution

- **Based on FAFSA**
  
  As calculated by the institution using information reported on the FAFSA or to your institution.
  
  $X,XXXX / yr

- **Based on Institutional Methodology**
  
  Used by most private institutions in addition to FAFSA.
  
  $X,XXXX / yr

### Total Cost of Attendance 2019-2020

<table>
<thead>
<tr>
<th>Item</th>
<th>On-Campus Residence</th>
<th>Off-Campus Residence</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tuition and fees</td>
<td>$ X,XXXX</td>
<td>$ X,XXXX</td>
</tr>
<tr>
<td>Housing and meals</td>
<td>$ X,XXXX</td>
<td>$ X,XXXX</td>
</tr>
<tr>
<td>Books and supplies</td>
<td>$ XXXX</td>
<td></td>
</tr>
<tr>
<td>Transportation</td>
<td>$ XXXX</td>
<td></td>
</tr>
<tr>
<td>Other education costs</td>
<td>$ XXXX</td>
<td></td>
</tr>
<tr>
<td><strong>Estimated Cost of Attendance</strong></td>
<td><strong>$X,XXXX / yr</strong></td>
<td><strong>$X,XXXX / yr</strong></td>
</tr>
</tbody>
</table>

### Grants and Scholarships

#### Merit-Based Scholarships

- Scholarships from your school  
  
  $ X,XXXX

- Scholarships from your state  
  
  $ X,XXXX

- Other scholarships  
  
  $ X,XXXX

#### Need-Based Grant Aid

- Federal Pell Grants  
  
  $ X,XXXX

- Institutional Grants  
  
  $ X,XXXX

- State Grants  
  
  $ X,XXXX

- Other forms of grant aid  
  
  $ X,XXXX

- Employer Paid Tuition Benefits  
  
  $ X,XXXX

**Total Grants and Scholarships**  

$X,XXXX / yr

(*Gift Aid; no repayment needed*)

### College Costs You Will Be Required to Pay

**Net Costs**  

(Cost of attendance minus total grants and scholarships)

$X,XXXX / yr
Work and Loan Options to Pay the Net Costs to You

<table>
<thead>
<tr>
<th>Work options</th>
</tr>
</thead>
<tbody>
<tr>
<td>Work-study (Federal, state, or institutional) $ X,XXX / yr</td>
</tr>
<tr>
<td>Hours Per Week XX / wk</td>
</tr>
<tr>
<td>Other Campus Job $ X,XXX / yr</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Loan Options*</th>
</tr>
</thead>
<tbody>
<tr>
<td>Federal Direct Subsidized Loan (X.XX% interest rate) $ X,XXX / yr</td>
</tr>
<tr>
<td>Federal Direct Unsubsidized Loan (X.XX% interest rate) $ X,XXX / yr</td>
</tr>
<tr>
<td>Parent PLUS Federal Loan (X.XX% interest rate) $ X,XXX / yr</td>
</tr>
<tr>
<td>Private Loan (X.XX% interest rate) $ X,XXX / yr</td>
</tr>
<tr>
<td>Institutional Loan (X.XX% interest rate) $ X,XXX / yr</td>
</tr>
<tr>
<td>Other Aid That Must Be Repaid $ X,XXX / yr</td>
</tr>
</tbody>
</table>

*You must repay loans, plus interest and fees. Note that the amounts listed above are the maximum available to you – you are allowed and encouraged to borrow less than the maximum amount.

Other Potential Education Benefits

- American Opportunity Tax Credit*
- Military and/or National Service benefits

*Parents or students may qualify to receive up to $2,500 by claiming the American Opportunity Tax Credit on their tax return during the following calendar year.

Glossary

Cost of Attendance (COA): The total amount (not including grants and scholarships) that will cost you to go to school during the 2019–20 school year. COA includes tuition and fees, housing and meals, and allowances for books, supplies, transportation, loan fees, and dependent care. It also includes miscellaneous and personal expenses, such as an allowance for the rental or purchase of a personal computer, costs related to a disability, and reasonable costs for eligible study-abroad programs. For students attending less than half-time, the COA includes tuition and fees; an allowance for books, supplies, and transportation; and dependent care expenses.

Total Grants and Scholarships: Student aid funds that do not have to be repaid. Grants are often need-based, while scholarships are usually merit-based. Occasionally you might have to pay back part or all of a grant if, for example, you withdraw from school before finishing a semester.

Net Costs: An estimate of the actual costs that you or your family will need to pay during the 2019–20 school year to cover education expenses at a particular school. Net costs are determined by taking the institution’s cost of attendance and subtracting your grants and scholarships.

Work-Study: A federal student aid program that provides part-time employment while you are enrolled in school to help pay your education expenses.

Loans: Borrowed money that must be repaid with interest. Loans from the federal government typically have a lower interest rate than loans from private lenders. Federal loans, listed from most advantageous to least advantageous, are called Direct Subsidized Loans, Direct Unsubsidized Loans, and Direct PLUS Loans. You can find more information about federal loans at StudentAid.gov.

Family Contribution (also referred to as Expected Family Contribution): A number used by a school to calculate how much financial aid you are eligible to receive, if any. It is based on the financial information you provided in your Free Application for Federal Student Aid (FAFSA). It’s not the amount of money your family will have to pay for college, nor is it the amount of federal student aid you will receive. The family contribution is reported to you on your Student Aid Report, also known as the SAR.

Graduation Rate: The graduation rate after 150% of normal program completion time has elapsed. For schools that award predominately bachelor’s (four-year) degrees, this is after six years, and for students seeking an associate’s (two-year) degree, this is after three years. For students seeking a certificate, the length of time depends on the certificate sought, for example, for a one-year certificate, after 18 months. These rates are only for full-time students enrolled for the first time.

Median Borrowing: The median federal debt of undergraduate borrowers who completed. This figure includes only federal loans; it excludes private student loans and parent PLUS loans.

AB 2248 Cal Grant Notification

• When?
  – January 1, 2019

• Where?
  – https://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill_id=201720180AB2248
AB 2248 Summary

• Upon the initial awarding and the renewal of a Cal Grant award notify a Cal Grant award recipient in writing that, in order to graduate in 4 years, he or she must take:
  – 15 semester units OR the equivalent quarter units, OR 30 semester units per academic year OR the equivalent quarter units, AND
  – that a Cal Grant award is limited to 4 academic years.
AB 2248 Summary

• Notify in writing:
  – New student during Orientation
  – Upon annual registration by a student receiving financial aid
  – During online registration by student in fewer than 15 semester (or quarter equivalent) units
    ➢ Must provide student “with a box for the student to check acknowledging receipt of information”
AB 1895 Dream Loan Repayment

• When?
  – January 1, 2019

• Where?
  – https://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill_id=201720180AB1895
AB 1895 Summary

• Adopt procedures allowing a borrower to select an income-based repayment plan for the repayment of a DREAM loan

• Similar to Direct Loan income based repayment

New 1/1/20: SB 354
Dream Graduate Loans
http://leginfo.legislature.ca.gov/faces/billTextClient.xhtml?bill_id=201920200SB354
SB 967 Tuition and Fee waiver

• When?
  - January 1, 2019

• Where?
  - https://leginfo.legislature.ca.gov/faces/billNavClient.xhtml?bill_id=201720180SB967
SB 967 Summary

• Not charge any mandatory systemwide tuition or fees, including enrollment fees, registration fees, differential fees, or incidental fees:
  – Dependent assistance under Article 2 of Chpt. 4 of Div. 4 of Military and Veterans code
  – Child of US Military Veteran with service-connected disability, died in service or due to disability (income requirement)
  – Dependent or surviving unmarried spouse of CA National Guard died in active service, permanent service disabled or died of service disability
  – UG student or child of National Medal of honor (age, income and residency restrictions)
SB 967 Summary: Foster Youth

- A current or former foster youth, if he or she meets ALL of the following:
  - Is 25 years of age or younger
  - In foster care min. 12 consecutive months after age 10
  - Meets ANY of the following:
    - Under current foster care placement order by the juvenile court
    - Under foster care placement order by the juvenile court upon reaching 18 years of age
    - Was adopted, or entered guardianship, from foster care
  - Complete FAFSA
  - Good Academic Standing
  - Meets Cal Grant A need requirements
  - 4 year max
  - Adjusted due to other gift aid
AB 19 California College Promise

• When?
  – January 1, 2018

• Where?
AB 19 Summary

• Waive **some or all** of the fees for first-time community college students who are enrolled at the college full time, AND
• Free Application for Federal Student Aid or a California Dream Act application.
• one academic year and fees shall only be waived for the summer term and each semester or quarter of that year.
• full-time status.
New Fee Waivers- January 1, 2020

• CCC, CSU, UC
  – AB 703: Exonerated or pardoned
    ➢ [https://leginfo.legislature.ca.gov/faces/billTextClient.xhtml?bill_id=201920200AB703](https://leginfo.legislature.ca.gov/faces/billTextClient.xhtml?bill_id=201920200AB703)
  – AB 1090: surviving spouse or child of law enforcement or firefighter employee
    ➢ [https://leginfo.legislature.ca.gov/faces/billTextClient.xhtml?bill_id=201920200AB1090](https://leginfo.legislature.ca.gov/faces/billTextClient.xhtml?bill_id=201920200AB1090)
AB 1178 Annual Loan Notification

• When?
  – 2018-2019 award year

• Where?
  – https://leginfo.legislature.ca.gov/faces/billTextClient.xhtml?bill_id=201720180AB1178
AB 1178 Summary

• Individualized letter, email or mail including:
  – total cumulative principal amount of all student loans
  – potential total or range payoff amount
  – Monthly repayment amounts, assuming a 10-year repayment plan under current federal loan interest rates
Statement:

- Estimates only
- Based on loans the school is aware of
- Private loans may have higher payments
- Federal student loan borrowers may be eligible for repayment plans that extend beyond ten years
- Contact information for school’s Financial Aid Office or financial aid or academic advisor.
AB 1178 Summary

– If an institution is not able to provide a student with estimates:
  ➢ Inform the student they can review financial aid history through NSLDS and provide the student with a link

– Other Options:
  ➢ Website and emailing link to student annually
  ➢ UC Davis example: MyLoans
My Loans is available to help you review and monitor Institutional, State, Alternative/Private, and/or Federal loans borrowed at UC Davis. The figures provided are an estimate based on available information to the school, and is not meant as a guarantee or promise of actual projected amounts. For the most current loan information please see your loan servicer(s), National Student Loan Data System (NSLDS) or ‘Help’ section for additional details. Federal student loan borrowers may be eligible for repayment plans that extend beyond ten years.

Please note while My Loans may include repaid loans, it will not include Parent Plus borrowed at UC Davis or student loan debt incurred at other schools. The Alternative/Private loan summary may not include pending disbursements and borrowers should visit your lenders website for complete details. In addition payment amounts may vary by lender. Alternative/Private loan payments may be higher than your federal loan offers (review your promissory note(s) for more information).

## Loans Summary

<table>
<thead>
<tr>
<th>First Disbursed</th>
<th>Loan</th>
<th>Type</th>
<th>Interest Rate</th>
<th>Gross Borrowed</th>
<th>Net Disbursed</th>
<th>Estimated Payment</th>
</tr>
</thead>
<tbody>
<tr>
<td>2018-2019</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>9/15/2018</td>
<td>Federal Direct Subsidized Loan 😊</td>
<td>Federal</td>
<td>5.95%</td>
<td>$5,500.00</td>
<td>$5,443.00</td>
<td>$58.47 monthly</td>
</tr>
<tr>
<td>1/4/2019</td>
<td>Federal Direct Unsubsidized Loan ⚠️</td>
<td>Federal</td>
<td>5.95%</td>
<td>$7,000.00</td>
<td>$6,930.00</td>
<td>$74.42 monthly</td>
</tr>
<tr>
<td>1/22/2019</td>
<td>University Student Loan</td>
<td>Institutional</td>
<td>5%</td>
<td>$2,059.00</td>
<td>$2,059.00</td>
<td>$80.00 quarterly</td>
</tr>
<tr>
<td>2017-2018</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>9/18/2017</td>
<td>Federal Direct Subsidized Loan 😊</td>
<td>Federal</td>
<td>4.45%</td>
<td>$5,500.00</td>
<td>$5,443.00</td>
<td>$56.87 monthly</td>
</tr>
<tr>
<td>2/6/2018</td>
<td>Federal Direct Unsubsidized Loan ⚠️</td>
<td>Federal</td>
<td>4.45%</td>
<td>$3,191.00</td>
<td>$3,158.00</td>
<td>$50.00 monthly</td>
</tr>
<tr>
<td>2/9/2018</td>
<td>University Student Loan</td>
<td>Institutional</td>
<td>5%</td>
<td>$4,000.00</td>
<td>$4,000.00</td>
<td>$127.99 quarterly</td>
</tr>
</tbody>
</table>

## Grand Totals - Federal, State, and Institutional Loans

<table>
<thead>
<tr>
<th>Gross Borrowed</th>
<th>Net Disbursed</th>
<th>Estimated Monthly Payments</th>
<th>Estimated Quarterly Payments</th>
<th>Estimated Yearly Payments</th>
</tr>
</thead>
<tbody>
<tr>
<td>$27,250.00</td>
<td>$27,033.00</td>
<td>$230.76</td>
<td>$217.60</td>
<td>$3,747.88</td>
</tr>
</tbody>
</table>

## Grand Totals - Alternative/Private Loans

<table>
<thead>
<tr>
<th>Gross Borrowed</th>
<th>Net Disbursed</th>
</tr>
</thead>
<tbody>
<tr>
<td>$0.00</td>
<td>$0.00</td>
</tr>
</tbody>
</table>
What’s next?

• Currently in year one of a two-year legislative cycle (2019-2020)
• AB 1314: Cal Grant reform
• Advocacy: You matter!
Thank you!

- **Want to join CASFAA?**
  - [https://www.casfaa.org/join-casfaa](https://www.casfaa.org/join-casfaa)

- **Join the CASFAA State Issues Committee!**
  - begarrison@ucdavis.edu

- **Interested in volunteering for training?**
  - Get involved!
  - thalassa.naylor@salliemae.com