College Access and Affordability

Senate Finance Committee
October 18, 2012
Gross Tuition and Unrestricted General Funds per In-State Student (in 2011 dollars)

Tuition increases have, in part, made up for declines in state support while total resources for an in-state student have declined over the last 18 years in inflation adjusted dollars.
Restructuring Act Commitment to Financial Aid

- Commonwealth made specific “asks” of Level III institutions in our management agreements, including the expansion of financial aid.

- The Management Agreement includes the requirement that Level III institutions demonstrate:
  - “a commitment to provide need-based grant aid for middle- and lower-income Virginia students in a manner that encourages student enrollment and progression without respect to potential increases in tuition and fees.”

- The AccessUVa program is described fully in the Management Agreement and satisfies the required commitment to financial aid.
Pre-Access UVa: Need-Based Financial Aid

Pre-Access UVa: Need-Blind Admissions

(1) Offer 100% of Financial Need to All Undergraduate Students
Completed 2004-05

(2) Provide All-Grant Aid to Low-Income Students
Started 2004-05, Completed 2007-08

(3) Cap Need-Based Loans for all Undergraduate Students
Started 2005-06, Completed 08-09

(4) Financial Literacy (personal finances)
Since 2005
Students at 200% of Poverty Trendline

- Percent of In-state Undergraduate Students at 200% Poverty
- Percent of All Undergraduate Students at 200% Poverty
- Percent of Out-of-state Undergraduate Students at 200% Poverty
AccessUVa

In-State versus Out-of-State Funding

<table>
<thead>
<tr>
<th>Year</th>
<th>In-State Awards</th>
<th>Out-of-State Awards</th>
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</thead>
<tbody>
<tr>
<td>2002</td>
<td>$0</td>
<td>$10,000,000</td>
</tr>
<tr>
<td>2003</td>
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<tr>
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<td>2005</td>
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<tr>
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<tr>
<td>2013e</td>
<td>$100,000,000+</td>
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Net Tuition Revenue v. Tuition Spending on Financial Aid

Access UVa Begins

Access UVa Fully Implemented

Net Tuition Revenue

Tuition Spending on FAid (In-State)

Tuition Spending on FAid (Out-of-State)
Total 2012 - 2013 Price For In-State First-year Undergraduate Student Receiving Aid

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
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<tbody>
<tr>
<td>Tuition &amp; Fees</td>
<td>$12,216</td>
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<tr>
<td>Room, Board, &amp; Other Expenses</td>
<td>$13,184</td>
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<tr>
<td>Total</td>
<td>$25,400</td>
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</tbody>
</table>

Expected Percentage on Aid: 34%

For those on aid:
- Average Grant Package: $12,179
- Average Net Price: $13,221
Average Need-based Loan Debt at Graduation

[Graph showing average need-based loan debt at graduation for out-of-state and in-state students over different years.]
AccessUVa Program Review Process

- UVa hired a consultant to conduct a full review of AccessUVa, specifically assessing the effects of financial aid on the admissions process and outcome.

- Three phases to the work:
  - Financial Aid Optimization
  - Peer Benchmarking Study
  - Survey of Inquirers and Admitted Applicants

- Outcome - provide empirical data necessary to understand the consequences of restructuring the program.