



Access and Financial Aid Provided to UW Students

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Board of Regents Study
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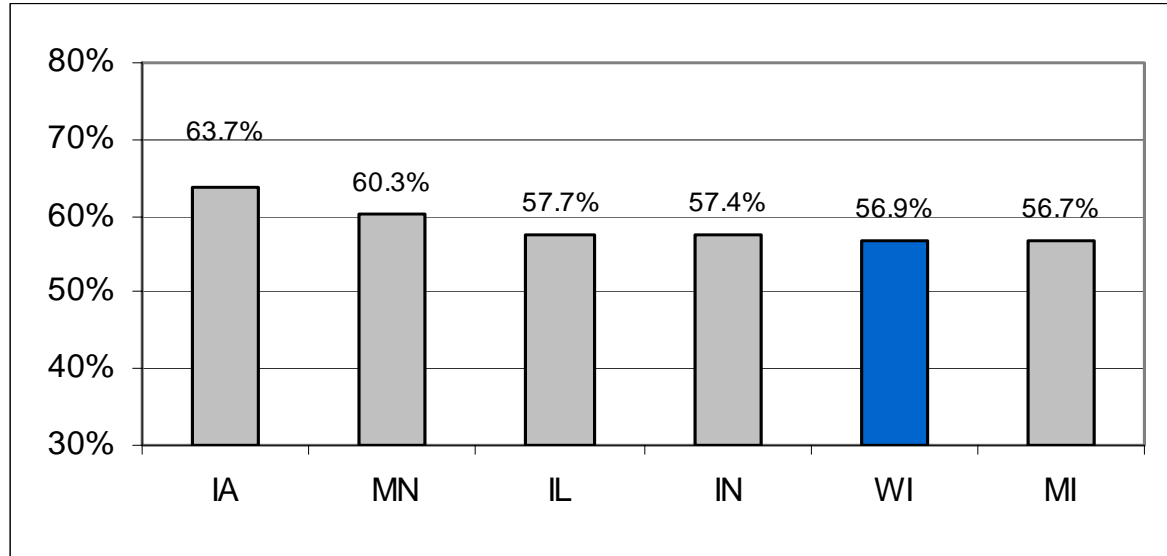
College Participation Rates of Wisconsin Immediate New Freshmen

	1992	1996	2000
High School Graduates	53,454	57,511	63,815
Enrolled in Higher Ed.	64.4%	58.9%	56.9%
Enrolled Instate	51.8%	47.2%	46.4%
UW System	31.5%	31.9%	32.4%
Private	7.0%	5.8%	6.1%
WTCS	13.2%	9.5%	8.0%
Enrolled Out of State	12.6%	11.7%	10.6%
Not Enrolled in Higher Ed.	35.6%	41.3%	43.1%

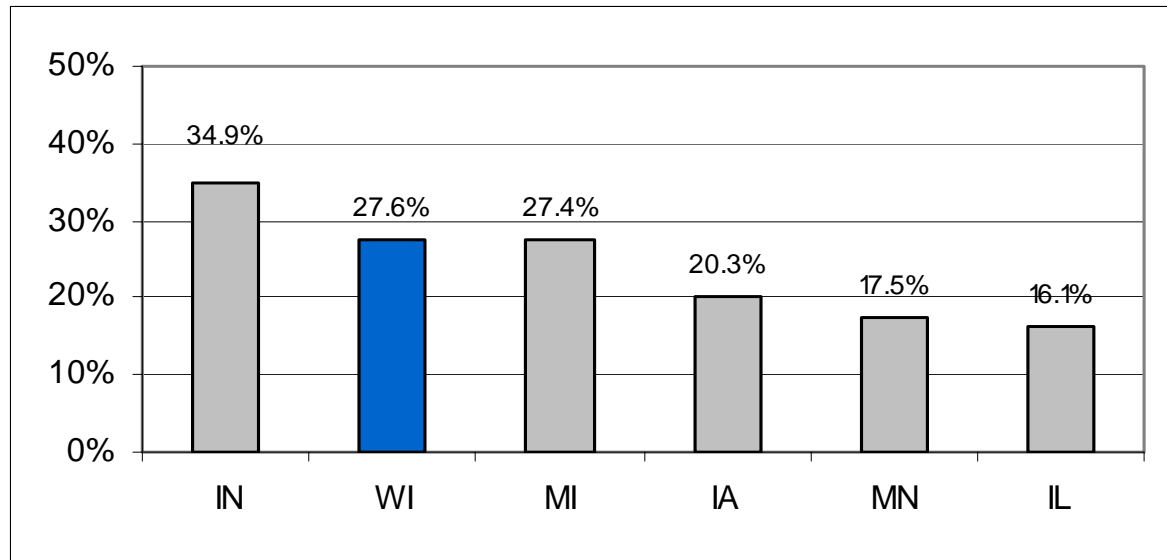
Source: National Center for Educational Statistics

College Participation Rates of Immediate New Freshmen

Enrolled in Higher Education



Public 4-Years



UW New Freshmen by Family Income

Wisconsin Family Income Quintile	1992	1996	2000	2002
Low (<\$30,000)	14.5%	13.7%	12.6%	11.1%
Low-Medium (\$30,000-\$45,000)	21.9%	22.8%	21.5%	18.3%
Medium (\$45,000-\$61,000)	25.1%	23.9%	24.9%	24.5%
Medium-High (\$61,000-\$87,000)	21.0%	20.3%	23.3%	25.4%
High (>\$87,000)	17.5%	19.3%	17.6%	20.7%

Sources: ACT, Inc. and U.S. Census Bureau

UW Tuition Compared to Peer Institutions

	2003-04 Tuition Rankings
UW-Madison	8 th out of 9 peers
UW-Milwaukee	12 th out of 15 peers
Comprehensives	31 th out of 35 peers

- Tuition in the UW System remains low relative to peer institutions.

Costs as % of Median Household Income

	Public 4-Year	UW System
1991-92	17.8%	13.5%
2000-01	19.9%	15.6%

*Costs = tuition and fees plus room and board

Financial Aid Eligibility

Student's Cost of Attendance

(computed tuition/fee, book/supplies, room and board, transportation, personal expenses)

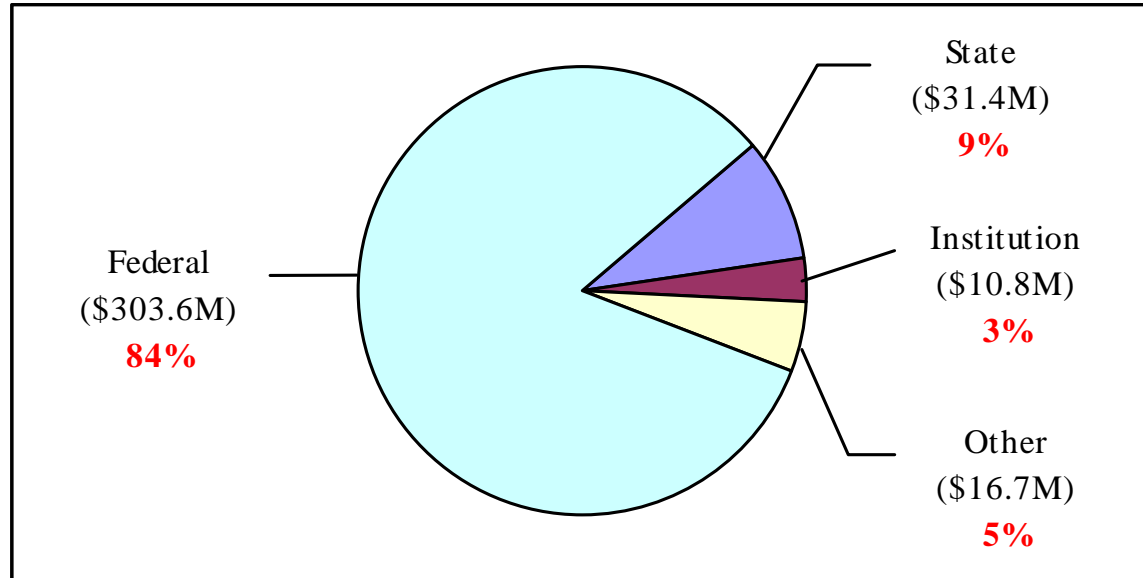
- Student's Expected Family Contribution (EFC)

(expected share from student and his/her family)

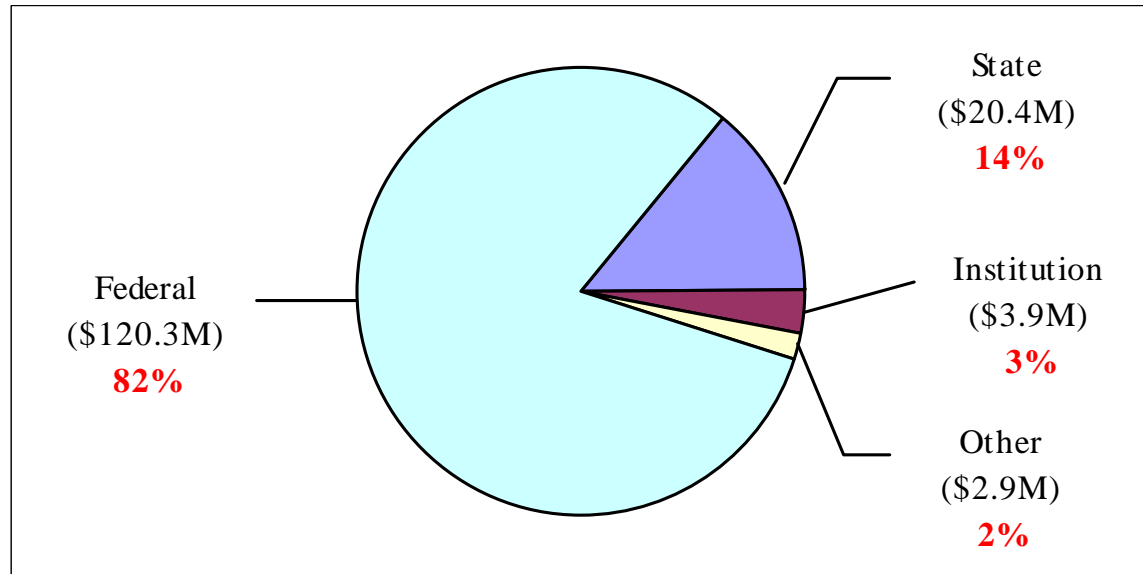
= Student's Financial Need

Sources of Financial Aid

Provided to UW Resident Undergraduates



Provided to Low Income* UW Resident Undergraduates



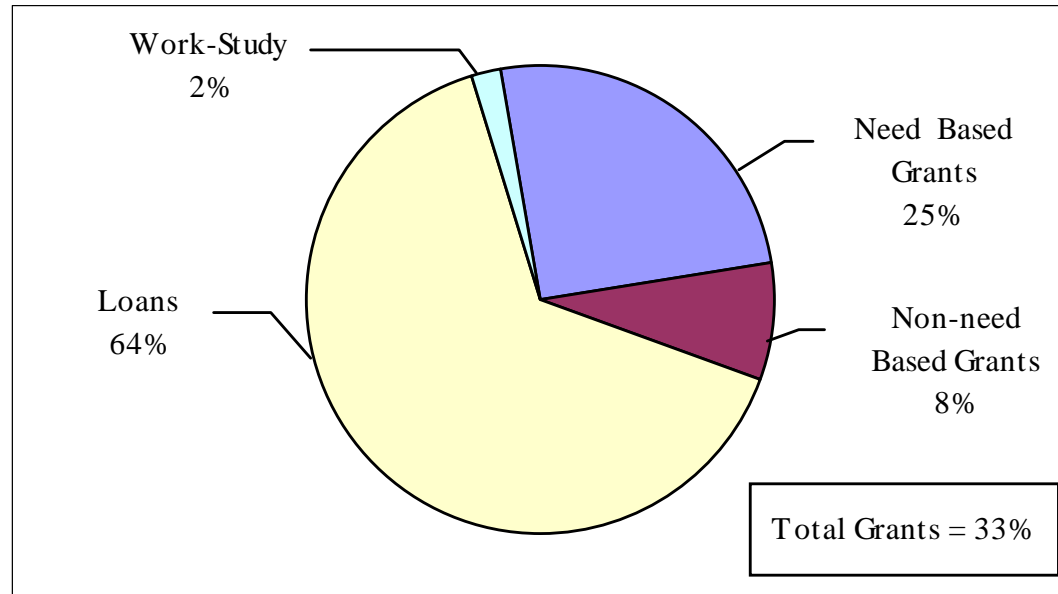
*Low-income = <\$30,000 family income

UW Resident Undergraduate Financial Aid Recipients by Race/Ethnicity

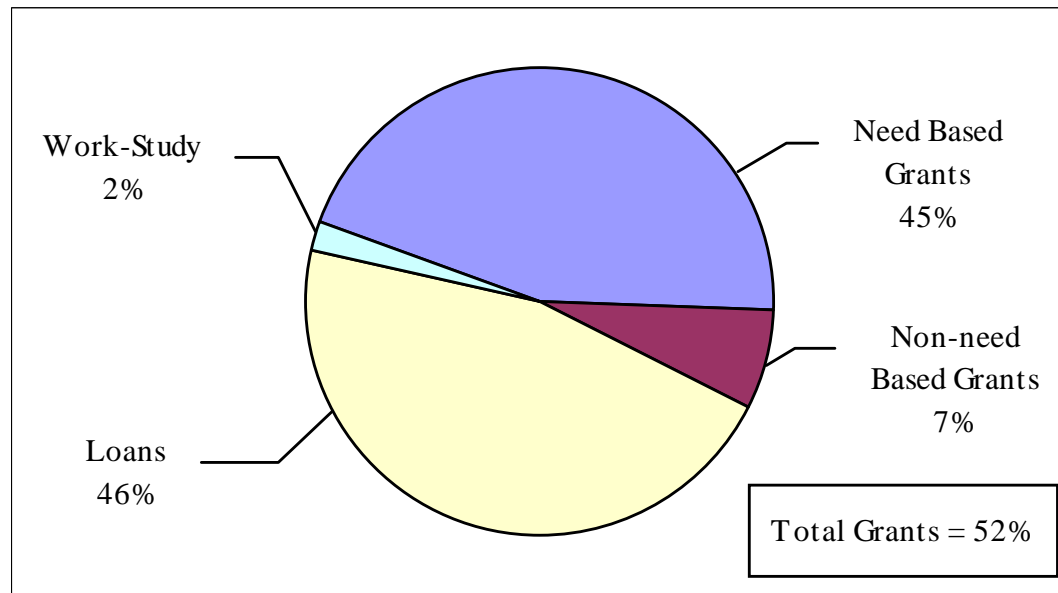
Race/Ethnicity	% Aided	% of Enrollment (in category)
African American	4.3%	93.0%
American Indian	1.0%	88.3%
Asian American	3.3%	77.5%
Hispanic/Latino	2.4%	75.6%
Multicultural Total	11.1%	83.4%
White/Unknown	88.9%	59.4%
Total Undergraduates	100.0%	61.4%

Types of Financial Aid

**Provided to
UW Resident
Undergraduates**



**Provided to
Low Income*
UW Resident
Undergraduates**



*Low-income = <\$30,000 family income

UW Resident Undergraduates Receiving Need-based Grants

Expected Family Contribution	Approximate Family Income	Average Need Based Grant
\$0	\$19,000	\$5,700
\$1-\$999	\$25,000	\$4,800
\$1,000-\$1,999	\$36,000	\$3,100
\$2,000-\$2,999	\$41,000	\$2,000
\$3,000-\$10,000	\$49,000	\$1,200

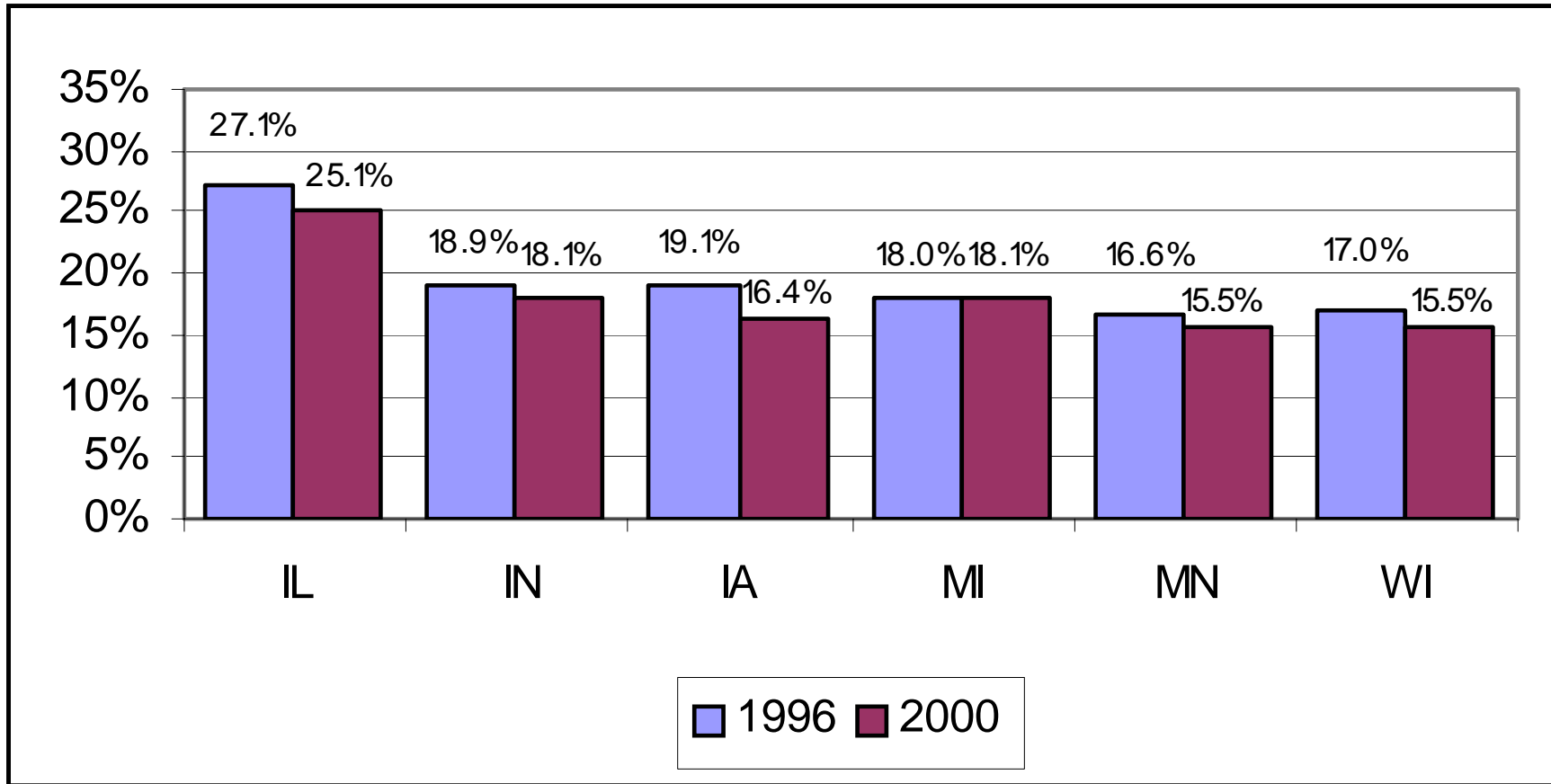
UW Resident Undergraduates Receiving Need-based Grants

Average Family Income	COA	COA as % of Income	Net Cost (COA – Grants)	Net Cost as % of Income
\$19,000	\$10,100	53%	\$4,400	23%
\$25,000	\$10,100	40%	\$5,300	21%
\$36,000	\$10,100	28%	\$7,000	20%
\$41,000	\$10,100	25%	\$8,100	20%
\$49,000	\$10,100	21%	\$8,900	18%
\$100,000	\$10,100	10%	\$10,100	10%
\$125,000	\$10,100	8%	\$10,100	8%
\$150,000	\$10,100	7%	\$10,100	7%
\$175,000	\$10,100	6%	\$10,100	6%
\$200,000	\$10,100	5%	\$10,100	5%

Pell Grants to UW Resident Undergraduates

	Average Pell	% of Resident Undergraduates	% of Tuition/Fees	% of COA
1983-84	\$1,002	26%	94%	20%
1985-86	\$1,347	26%	107%	24%
1987-88	\$1,363	24%	86%	22%
1989-90	\$1,456	28%	86%	24%
1991-92	\$1,526	28%	83%	23%
1993-94	\$1,362	26%	65%	19%
1995-96	\$1,366	24%	57%	18%
1997-98	\$1,496	23%	56%	18%
1999-00	\$1,716	22%	57%	19%
2001-02	\$2,132	22%	64%	22%
2002-03	\$2,284	23%	64%	22%

Proportion of Undergraduates Receiving Pell Grant at Public 4-Year Institutions



- Wisconsin Pell grant recipients make up a decreasing proportion of total undergraduates.

WHEG Awards to UW Resident Undergraduates

Year	Recipients	Average WHEG	Total \$M	% Resident Undergrads	% of COA
87-88	22,034	\$501	\$11.0	18%	7%
89-90	20,433	\$594	\$12.1	18%	9%
91-92	20,475	\$632	\$12.9	18%	9%
93-94	21,997	\$600	\$13.2	20%	8%
95-96	20,519	\$643	\$13.2	19%	8%
97-98	18,979	\$843	\$16.0	18%	10%
99-00	16,808	\$1,021	\$17.2	15%	11%
01-02	19,155	\$1,112	\$19.5	17%	10%
02-03	20,385	\$1,085	\$22.1	18%	10%

State Need-Based Grant Programs in Other States

	Expenditure*	Expenditure (Adjusted for Population)	Maximum Award
Illinois	\$372.4M	\$165.3M	\$4,968
Minnesota	\$125.6M	\$135.3M	\$4,597
Wisconsin	\$55.1M	\$55.1M	\$2,500
Iowa	\$1.3M	\$2.27M	\$940

*Expenditures for all sectors.

Other Types of State Aid Programs

Combination Need Based and Merit Programs:

- California – Financial need plus 3.0 High School GPA
- Indiana – Financial need plus Pledge of Good Citizenship Contract in 7th Grade
- Michigan – Financial need plus ACT score

Other Types of State Aid Programs (cont.)

Merit Scholarship Program:

- Georgia (Hope Scholarship) - B average in High School

Voucher Program:

- Vermont - Need based “portable” grant

Loan Replacement Program:

- Univ. of North Carolina-Chapel Hill - grants and work study instead of loans for financially needy

Categorical State Aid Programs

Typically:

- Small programs
- Designed to serve specific populations and professions
- Result of specific legislation
- Often not part of a larger state strategy for financial aid

Student Indebtedness

- Over 60% of UW resident undergraduates graduate with debt.
- The average debt at graduation (bachelors degree) is approx. \$16,000.
- UW student loan default rate is half the national rate.

Policy Considerations

- Need-based grants – helps equalize participation across income levels.
- Merit based aid – encourages better performance in high school.
- Loans – bridges financial gap to future earnings.
- Categorical aid – serves specific professions.