

Comparing financial aid awards

If you've been accepted by more than one school, compare their award letters to decide which school is offering you the best financial aid package.

An award letter will usually show the total cost of attendance for one year: tuition, fees, room, meals, books, supplies, transportation and personal expenses. It may also show how much you're expected to pay toward those costs, your EFC. The EFC is subtracted from the total cost of attendance to get your financial need.

The letter will list the types and amounts of financial aid you've been offered. You can accept or reject any or all of those proposed sources.

On page 44 you'll find a School and Package Comparison chart. Use this chart to compare the cost of two schools and the financial aid packages those schools sent you. We've filled in one column with sample numbers that don't come from a real school. Let's take a look at the sample column to see how it's done.

First of all, these are the assumptions we're making: You'll be taking a full load of classes (at least 12 credit hours) and your EFC is \$750.

Your total cost of attendance is the sum of your tuition and fees, books and supplies, room and board, transportation and personal expenses, or \$13,750 for one year. Since your EFC is \$750, your financial need is \$13,750 minus \$750, or \$13,000. The college uses that information to put together a financial aid package for you.

You qualify for a Federal Pell Grant and a College Access Program Grant. You've earned \$250 in KEES awards for your ACT score. You also qualify for a \$5,250 subsidized Direct Loan, meaning the federal government pays the interest on the loan while you're in college. Your financial aid awards total \$13,000.

You still have to come up with the \$750 for your EFC, however. If you can pay that out of your pocket, that's the way to go.

You should see if you qualify for any local scholarships and if your employer has a tuition reimbursement plan. As a last resort you might want to consider a private student loan.



Remember: You don't have to accept everything in the financial aid package. You can choose the awards that are best for you. Take advantage of all the free financial aid you're offered — the grants and scholarships. If you still need help, take the loans — but only what you absolutely need.

You may be able to appeal your financial aid package. State and federal programs generally have limits on how much you can receive. Beyond that, though, many schools have their own funds. If you really want to go to a particular school but the financial aid package isn't quite what you want, talk with someone in the financial aid office. The school may be able to come up with additional funds.

Ask the financial aid office:

- If your award will be reconsidered if your financial situation changes.
- If you can expect roughly the same financial aid package each year or if it includes one-time-only awards.
- What the school expects the average student loan debt will be.

Tools for comparison

You'll need the award letters that you receive from colleges and the Student Aid Report (SAR) that you receive after filling out the FAFSA to fill out this chart. It will help you compare schools and financial aid packages. The sample column will give you an idea of how to fill in the needed information.

Sometimes the most expensive schools have scholarships that will bring your out-of-pocket costs in line with other schools. So don't limit yourself; consider all your choices and compare.



School and Package Comparison Chart

Sample	School A	School B	
Need Calculation			
\$5,000			a. Tuition and Fees
6,000			b. Room and Board
1,000			c. Books and Supplies
750			d. Transportation
1,000			e. Personal Expenses
13,750			f. Total Cost of Attendance (add lines a through e)
-750			g. Minus Estimated Family Contribution (remains the same)
13,000			h. Financial Need (line f minus line g)
Financial Aid Package			
\$5,750			i. Federal Pell Grant
1,750			j. College Access Program Grant
0			k. Kentucky Tuition Grant
0			l. Other Grants/Scholarships
250			m. Kentucky Educational Excellence Scholarship (KEES)
0			n. Work-Study
5,250			o. Federal Direct Loan
0			p. Other Loans
13,000			q. Total Financial Aid Package (add lines i through p)
0			Unmet Need (line h minus line q)



**2019-2020
Financial Aid Award Letter**

Office of Student Financial Aid
 111 Awards Building
 Anytown, KY 40000-0001
 Phone: 555.555.5555
 Fax: 555.555.1212
 www.yourcollege.edu/Financial Aid

March 20, 2019

Your Financial Aid Counselor Is:
 Jordan Friendly, 555.555.5555, ext. 555
 Email: friendlyj@yourcollege.edu

The estimated budget below was used to determine your financial aid offer for the **2019–2020** award year. These costs are an **estimate** and **may not represent your actual billed charges**.

Estimated Cost of Attendance:

Tuition and Fees Allowance	\$ 6,360
Room and Board Allowance	7,840
* Books and Supplies Allowance	900
* Travel Allowance	1,000
* Personal Expense Allowance	1,390
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Total	\$ 17,490

* These estimated noninstitutional charges will not appear on your bill from YC.

Financial Aid Offer:

Mark Accept or Reject for each award below.

Accept	Reject	Award Type	Fall 2019	Spring 2020	Summer 2020	Total
___	___	CAP Grant	\$750	\$750		\$1,500
___	___	Pell Grant	\$2,500	\$2,500		\$3,000
___	___	KEES Scholarship - Est.	\$325	\$325		\$650
___	___	Fed Unsub Loan	\$2,750	\$2,750		\$5,500
Totals			\$6,325	\$6,325	\$0	\$12,650

Note: Summer awards are determined in April. Contact the Financial Aid Office if you plan to attend during the summer.

All terms and conditions of this offer of financial assistance are described in the enclosed package. **The awards listed above may change if you receive additional aid or if there are changes in your expected family contribution, institutional charges or aid program regulations or funding.** Please contact the counselor above if you have any questions about financial aid.

You must take the steps indicated below within three weeks of the date of this notice or your awards will be cancelled.

- 1. Mark “Accept” or “Reject” for each type of aid awarded.**
- 2. Complete** the information below.
- 3. Sign** your full name and enter the **date** you sign the form.
- 4. Send *all pages*** of the signed and dated copy of this award letter to the Office of Student Financial Aid at the address on the first page. ***Keep the second copy for your records.***
- 5. To accept an amount less than offered, please write the amount you wish to accept (divided evenly) beside the amount offered and initial.**

Acceptance Certification, Title IV Payment Authorization, and FERPA Release

I understand that all initial awards are based on full-time enrollment and will be adjusted if my actual enrollment is less than full-time and that any award indicated above is valid only when all related documents or processes have been completed and submitted as required. I also understand that any federal or need-based aid in this award will be canceled if I am not enrolled in a degree or certification program or if I fail to maintain satisfactory academic progress toward my degree or certification.

Title IV Payment Authorization

I hereby authorize my Title IV funds to be used for payment of the following institutional charges (if assessed); late registration fees, reinstatement fees, locker fees, lab fees, health fees, returned check fees, dormitory/apartment damage fees, graduate student/family housing charges, short-term loan principal, loan service fees, loan late fees, loan interest, music fees, study abroad program fees, computer/printer/software equipment charges, any outstanding minor prior year charges and miscellaneous program or course fees. If left blank, an answer of “No” will be assumed.

Yes **No**

FERPA Release of Information

The Family Educational Rights and Privacy Act of 1974 (FERPA) is a federal law designed to protect the privacy of a student’s education records. I hereby authorize the Financial Aid Office to provide requested information as indicated below. If left blank, an answer of “No” will be assumed.

My Parents: **Yes** **No** **My Spouse:** **Yes** **No**

This is voluntary authorization and you may rescind any or all provisions of the authorization at any time by contacting the Financial Aid Office. You may choose to authorize that your Title IV funds be used to pay any or all of the above stated charges. Any balances owed the student/parent after paying tuition and fees, contracted room and board and the above authorized charges (if any) will be mailed to the student within 14 calendar days of the later of (a) the date the balance occurs on the student’s account; (b) the first day of classes of the payment period; or (c) the date the student/parent rescinds his/her authorization for the school to retain funds in excess of the amount needed to cover allowable charges. Your College does not earn any interest on funds owed to the student/parent after Title IV funds are applied to outstanding charges.

Sign Your Full Name: _____ Date: _____

You will be notified of any changes to your awards. You should keep a copy of this and any subsequent award letters for your records.