

Paying for College

A Component of BestPrep's Financial Matters Program

Presenter Info: Name and Company



How many of you want to attend college?

How many of you know how you are paying for college?

Decisions = Destiny



Financial Matters

powered by  **bestprep**

Today we will cover...

- 1) The cost of college and how that can differ
- 2) Where you can find money for college
- 3) What action you can take now



Post-Secondary Options

Universities Vs. Colleges

Public Vs. Private

Two-year Vs. Four-Year

For-profit Vs. Nonprofit

Post-Secondary Enrollment Options (PSEO)





UNIVERSITY OF MINNESOTA

Universities Vs. Colleges



MINNEAPOLIS COLLEGE



UNIVERSITY OF MINNESOTA

Public Vs. Private



Concordia UNIVERSITY-SAINT PAUL



Hennepin Technical College

Two-year Vs. Four-Year



UNIVERSITY OF MINNESOTA

WALDEN UNIVERSITY
SET A COURSE FOR CHANGE

For-profit Vs. Nonprofit



ST. OLAF COLLEGE



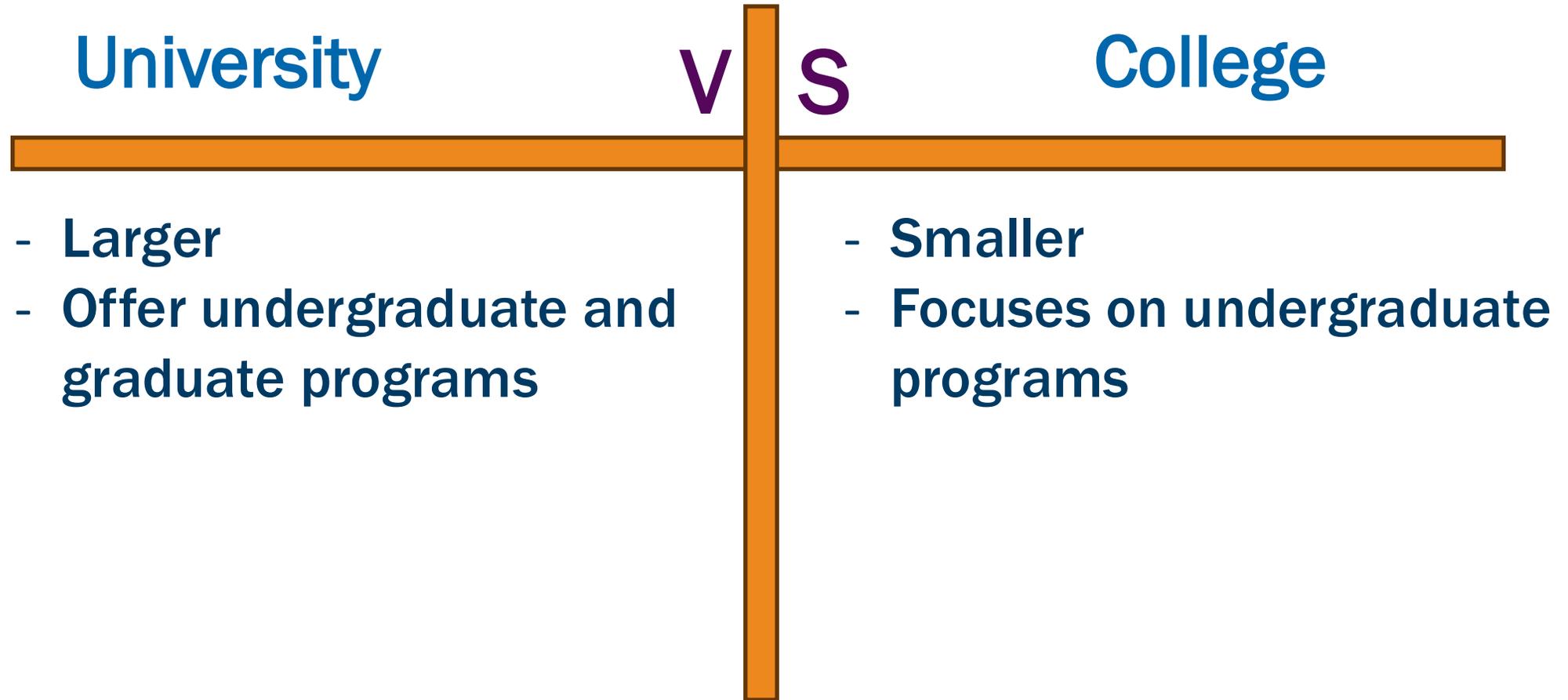
MINNEAPOLIS COLLEGE

Post-Secondary Enrollment Options (PSEO)

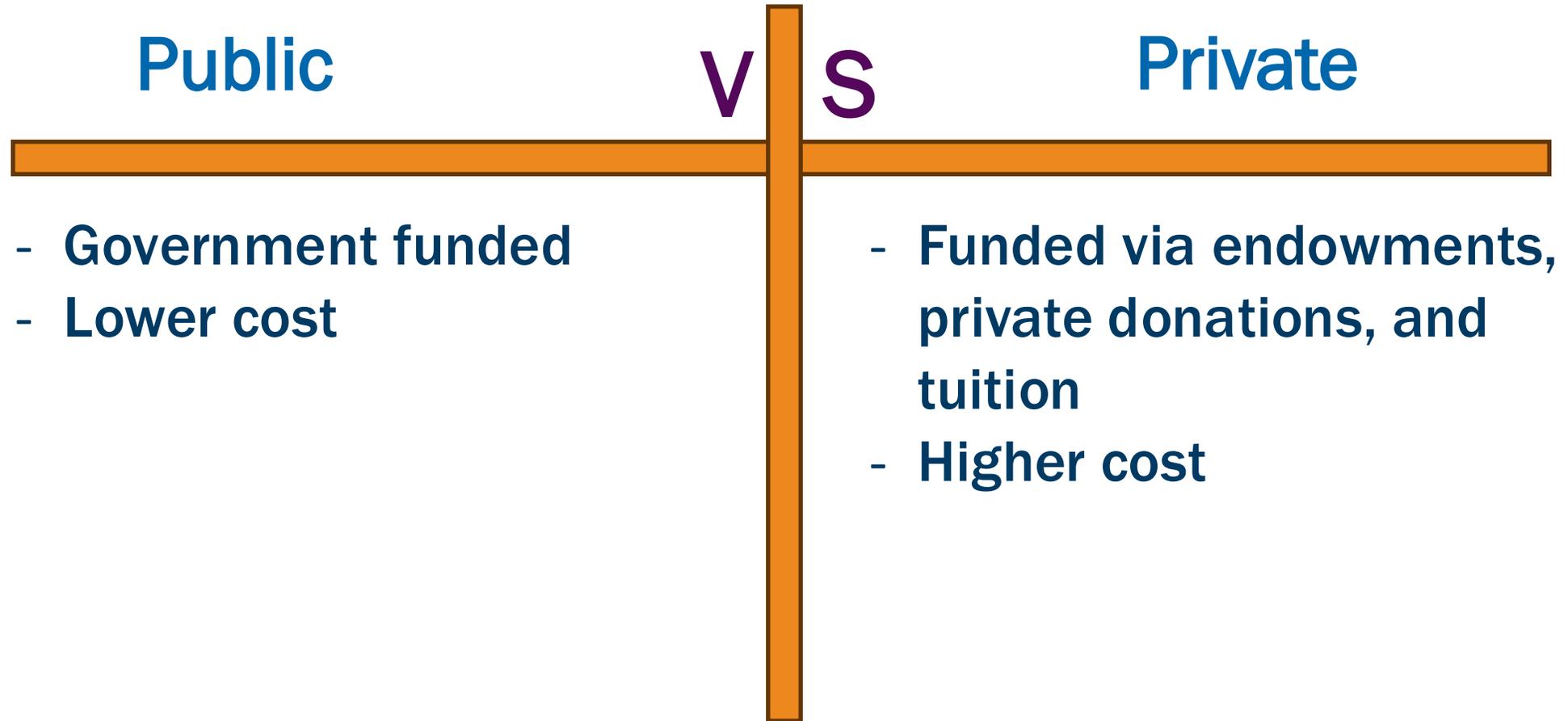


BETHEL UNIVERSITY

Post-Secondary Options



Post-Secondary Options



Post-Secondary Options

Two-year	V	S	Four-year
<ul style="list-style-type: none">- Offer certificate and associate degree programs- Focus on the student's chosen study area			<ul style="list-style-type: none">- Offer Bachelor's degree programs- Requires general education requirements and courses in chosen field of study

Post-Secondary Options

For-profit	V S	Nonprofit
<ul style="list-style-type: none">- Operate to make a profit for their owners and shareholders- Private enterprises own them and operate like businesses- Tuition rates are higher		<ul style="list-style-type: none">- More traditional institutions- Profits generated are reinvested back into the academic programs and operations

Post-Secondary Options

Post-Secondary Enrollment Options (PSEO)

A program that allows 10th-, 11th- and 12th-grade students to earn college credit tuition-free while still in high school through enrollment in and successful completion of college courses



BETHEL
UNIVERSITY

Post-Secondary Options Cont'd



How do students choose the type of school that best suits their needs?

Advantages vs. **Disadvantages**

Identify your priorities when it comes to choosing the type of educational institution.

Annual Cost of Attendance

	Century	Mankato State	U of MN	St. Thomas	U of Iowa
Tuition & Fees	\$6,182	\$9,572	\$18,094	\$54,800	\$33,710
Room & Board	\$8,042	\$12,420	\$15,000	\$15,117	\$13,680
Books & Supplies	\$900	\$800	\$1,000	\$1,000	\$950
Personal Expenses	\$4,066	\$1,170	\$2,000	\$1,494	\$3,458
Transport	\$1,598	\$1,442	\$300	\$850	\$1,140
Total:	\$20,788	\$25,448	\$36,544	\$74,921	\$52,938

College Cost Comparison

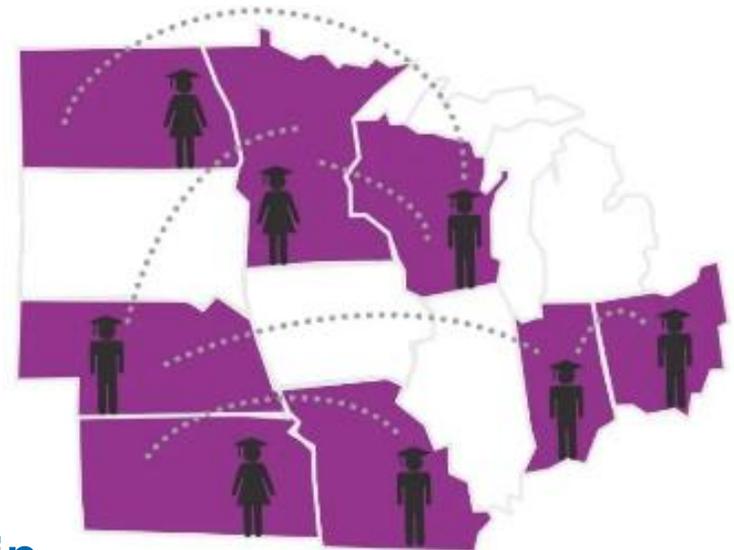
Year 1	Year 2	Year 3	Year 4	4 – Total Cost
Community	Community	(Associate	Degree)	\$41,576
PSEO	PSEO	State	State	\$50,896
PSEO	Community	State	State	\$71,684
Community	Community	State	State	\$92,472
State	State	State	State	\$101,792
University	University	University	University	\$146,176
Community	Community	Private	Private	\$191,418
Private	Private	Private	Private	\$299,684

Residency and Reciprocity

Residents of specific states can get preferential admission and tuition to state schools. For tuition purposes, each state has specific rules for who is or isn't a resident.

University of MN Twin Cities sets tuition and fees at
\$18,094 for Minnesota residents
\$40,556 for non-residents.

University of Wisconsin River Falls sets tuition at
\$10,580 for Minnesota residents
\$9,508 for Wisconsin residents
\$17,071 for other non-residents.



Do your research with each school you're interested in.

Minnesota Dream Act

The Minnesota Dream Act, also known as the Prosperity Act, was established through state legislation and action by the Board of Regents.

- Eligible students are eligible for in-state resident tuition and state/private-funded financial aid

The Minnesota Dream Act will continue to exist even if DACA is terminated at the federal level, even though the DREAM Act has not become law.

Entry Level Average Compensation Expectations (Per Hour)

Average Total (base/bonus) Comp Range (000's)

	<u>Low</u>	<u>High</u>	<u>Avg</u>
• Engineering	\$69.3	\$82.6	\$76.0
• Nursing	60.6	77.2	70.3
• Sales Representative	47.9	74.5	69.8
• Human Resources	60.2	75.1	67.1
• Accounting	55.3	68.0	62.0
• Marketing	49.8	64.6	56.1
• Teaching (Primary Education)	41.9	48.5	45.0
• Human/Social Services	26.6	38.1	33.0

Where Can You Find Money for College?



Work & Savings



Merit-Based Aid



Need-Based Aid



Other Sources

What is Financial Aid?



Need-Based Aid



Grants & Scholarships



Work Study



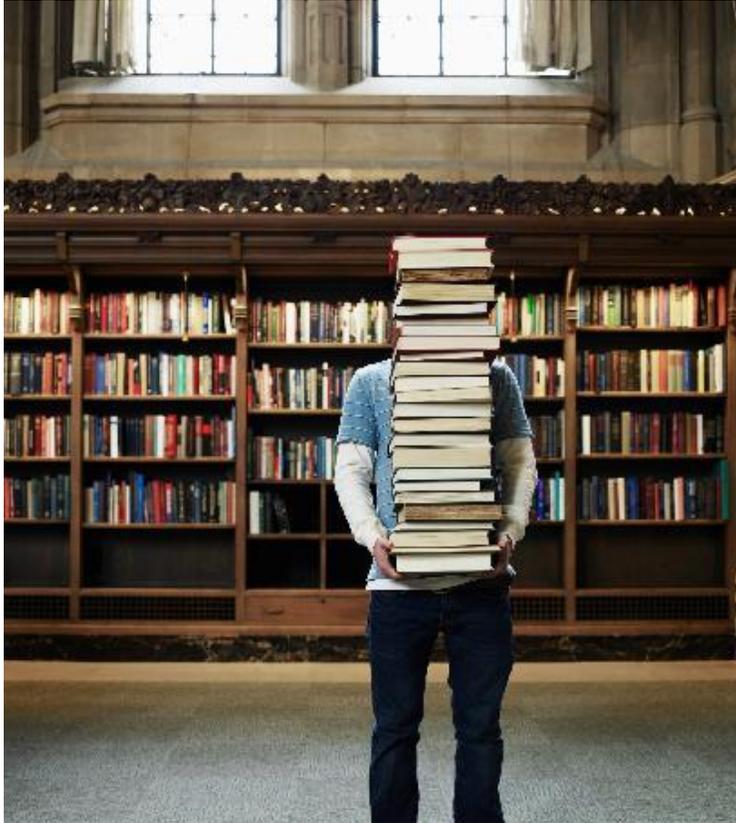
Student Loans



Grants & Scholarships



Merit-Based Aid



Scholarships:

- Academics
- Sports
- Arts
- Community-based

Advanced Credits:

AP, IB, PSEO, CIS

Work-Study

Work-Study provides part-time jobs for students, allowing them to earn money to help pay education expenses.

Federal Student Loans

Subsidized

- To qualify, you must meet certain income requirements
- Interest does not accrue while in school

Unsubsidized

- No income qualification requirements
- Interest accrues while in school

PLUS

- Taken out by your parents
- Interest accrues while in school at a higher rate



Private Student Loans

Private lenders offer these loans. They are not a part of financial aid.

- Qualification is based on your credit and may require a co-signer.
- Interest rates are based on market terms, and repayment terms are more restrictive.
 - There may also be additional fees.

Repaying Loans

What do you think is the median student loan debt for Minnesota students graduating with a 4-year degree?

Repaying Loans

What do you think is the median student loan debt for Minnesota students graduating with a 4-year degree?

\$34,163

Repaying Loans

Don't forget you have to pay your loans back!

Federal student loans have more flexible repayment plans, including:

- Deferment (postponement) options
- Income-based repayment plans
- Loan forgiveness/cancellation for people in specific careers (there may be tax implications)

Optional activity:



North Star Promise

- The North Star Promise (NSP) Scholarship program creates a tuition and fee-free pathway to higher education for MN residents.
- It covers the balance of tuition and fees remaining after other scholarships, grants, stipends, and tuition waivers have been applied.
- More information on the [MN Office of Higher Education page](#)



Work & Savings

- 529 Savings Plan & Coverdell savings
- UTMA accounts
- Part-time & summer work
- Cash flow from parents
- Gifts from grandparents and others



Other Sources



- Tax Benefits
- Aid for Veterans
- Employer-provided Assistance

What can you do now?



Complete the FAFSA



If you're a senior, fill out the FAFSA online at fafsa.ed.gov

- You can fill it out as early as Oct 1st of your senior year
- You will need to have information about you and your parents ready (see the checklist handout for details)
- Check with colleges to see what else they may require for financial aid

If you're an underclassman, complete the FAFSA estimator [here](#).

The FAFSA: 9-11th grade

If you're an underclassman, complete the FAFSA forecaster at studentaid.gov/sa/fafsa/estimate

- This provides an estimate of need-based financial aid eligibility.
- You will need to have information about you and your parents ready (see the checklist handout for details).

FAFSA Tips

The FAFSA is free to file. Don't let anyone tell you otherwise.

You need to fill out the FAFSA for every academic year.



The first time you fill it out, you'll create an account and get an FSA ID.

Don't share your FSA ID; it's yours! You'll use this same account each year.

[10 FAFSA mistakes to avoid](#)

Find Scholarships

- Start locally and think about what organizations you are already involved in
- Talk to your school counseling office
- Check out scholarship search websites (see handout)



Set yourself up to succeed

- Work hard in school to get good grades
- Take advanced courses
- Prepare for the ACT and/or SAT
- Participate in extracurriculars
- Get volunteer/work experience

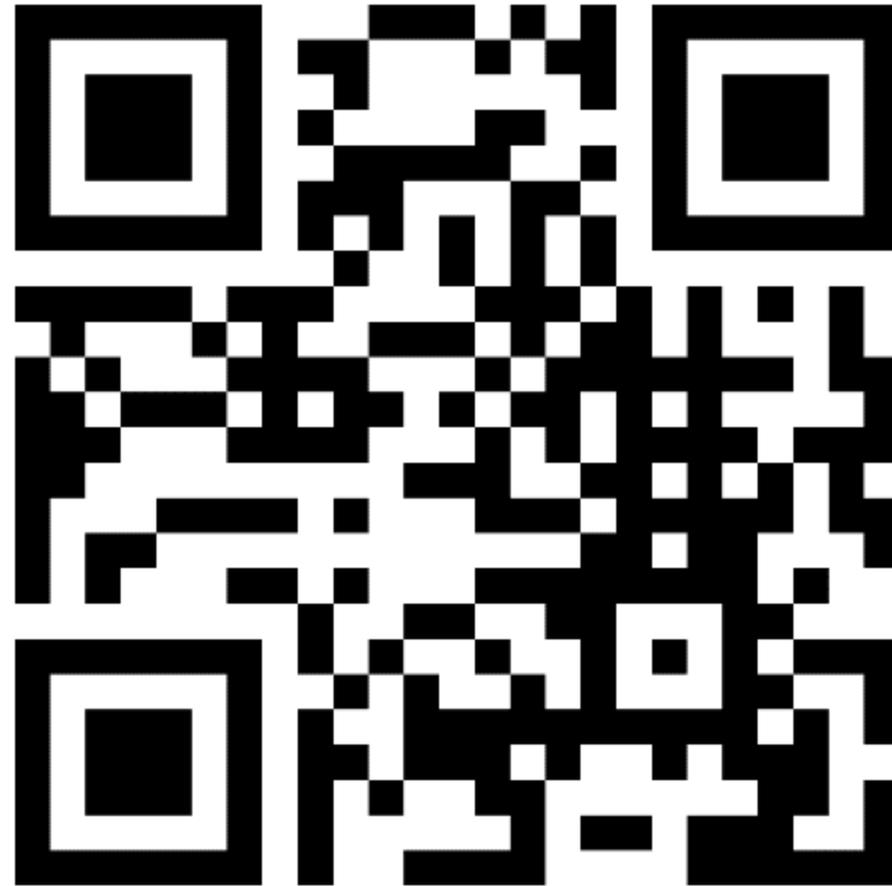


Talk with your family & make a plan!

- Paying for college is personal
- Talk openly with your parents or guardians about what their expectations are
- Be sure to plan for all of college



Student Survey



Thank You!

BestPrep gratefully acknowledges the support provided by several volunteers to offer Paying for College as a part of Financial Matters.

