## A Review: Federal Financial Aid and State Aid 2020-2021

**Angie Sanchez** 





## What is Federal Financial Aid? Free Application Federal Student Aid (FAFSA)

- ► Federal Financial aid come from the federal government (U.S. Department of Education)
- Its money that helps a student pay for higher education expenses.
- ► FAFSA can cover such expenses as tuition and other college fees like transpiration, food, books etc.





## THERE ARE 3 MAIN CATEGORIES OF FEDERAL AID

- Grants (Government Aid to help subsidies education)
- Loans
- Work-Study

Scholarships (Awarded by the university, not federal aid) Awarded on the basis of academic performance and financial need.





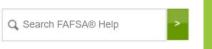
## Who Receives Financial Aid?

## Any student who can demonstrate:

- ► Financial need: (Financial Aid is based on 2018 tax returns)
- ► Have Citizenship, Residency or Visa-T (DACA only applies to state funding)
- ▶ Need student social security number
- Maintain satisfactory academic progress in college or career school



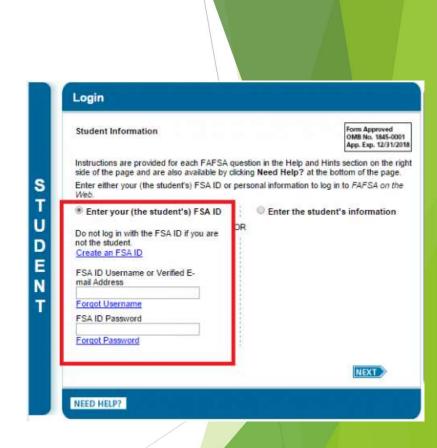






## How do You Apply to FAFSA?

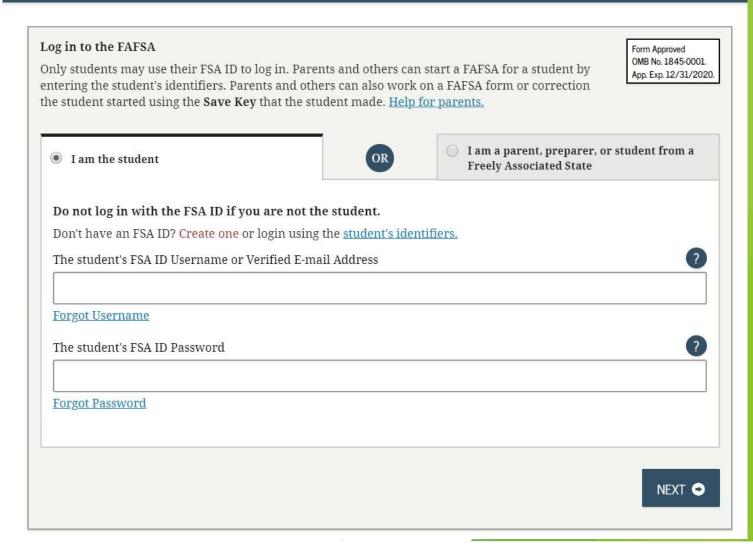
- To apply for federal aid, you need to complete the FAFSA form at fafsa.ed.gov
- 2. Student and parent(s) are required to create and FSA ID. This ID is connected to the SS# and confirms the identity of the student and the parent. The FSA ID has the same legal status as a written signature.
- 3. With the student FSA ID, the student can then access the application where they will need to provide family information and family income.





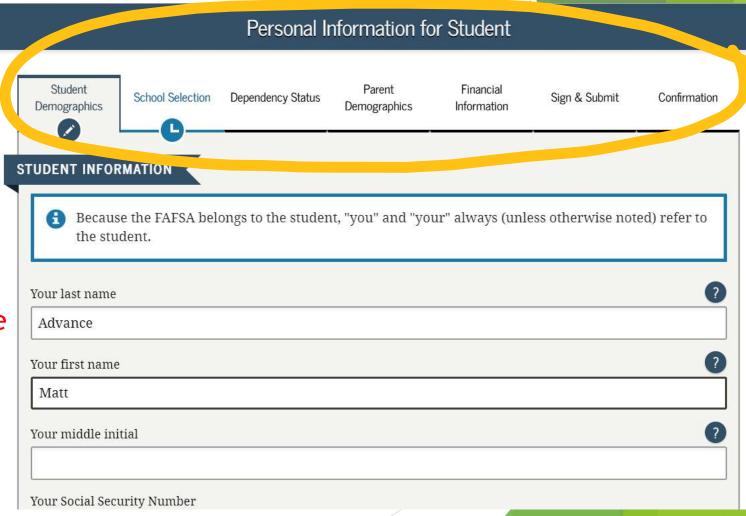
#### Login

# 2. Create FSA ID for student and parent





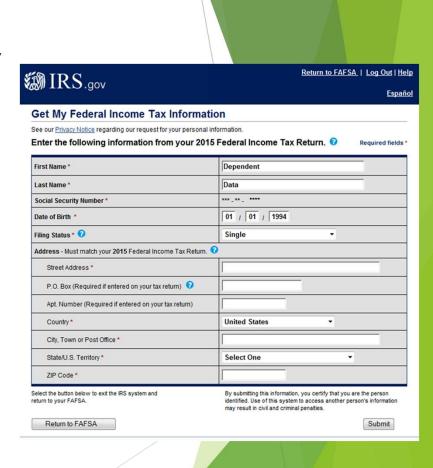
Double check the spelling of your name and the SS#



## Continue...

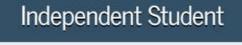
- 4. The student will include all colleges/universities they will apply to. (School Codes)
- 5. Link IRS to FAFSA with parent FSA ID.
- 6. Once the student submits the application, they will receive a Student Aid Report (SAR) and a confirmation code.
- 7. Students should check the status of their FAFSA application on each university though their university portal.

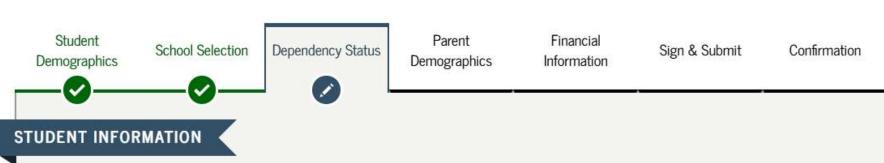




4. Add all the colleges and universities (Only space for 10)

## S U D E N

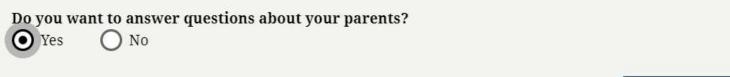




You are considered an "**independent**" student. This means you are not required to answer questions about your parents.

However, you may want to answer questions about your parents if:

- · you are a law school or health profession student (such as a medical or nursing student), or
- your school requires parental information from all students.





## 5. Link parent tax info with parent FSA ID



#### Applying is faster and easier with the IRS DRT!

Based on your previously provided responses, we recommend that you transfer your information from the IRS into this FAFSA. The <a href="IRS Data Retrieval Tool">IRS Data Retrieval Tool</a> allows users to link to the IRS Web site and securely transfer original IRS tax return information into their FAFSA.

For your protection, your tax return information will not display on the IRS Web site or on the FAFSA.

If you use the IRS DRT, you may not have to provide additional IRS documentation later to qualify for federal student aid.





Return to FAFSA | Log Out | Help

**Español** 

# Make sure this information matches your FAFSA info and Tax Information

See our <u>Privacy Notice</u> regarding our request for your pe	rsonal information.	
Enter the following information from yo	ur 2017 Federal Income Tax Return. 😯 Required fields	
First Name *		
Last Name *		
Social Security Number *		
Date of Birth *		
Filing Status * 🕜		
Address - Must match your 2017 Federal Income Tax F	Return. 🕖	
Street Address *		
P.O. Box (Required if entered on your tax return)		
Apt. Number (Required if entered on your tax return)		
Country *	▼	
City, Town or Post Office *		
State / U.S. Territory *	<b>T</b>	
ZIP Code *		
Select the button below to exit the IRS system and eturn to your FAFSA.	By submitting this information, you certify that you are the person identified. Use of this system to access another person's information may result in civil and criminal penalties.	

## **IRS Transcripts**

- ► IRS transcript Request
- IRS.gov (online or by mail option)
- 1 (800) 908-9946

<u>transcript availability</u>. **Note:** If you need a photocopy of your return, you must use <u>Form 4506</u>.

#### **Request Online**

#### **What You Need**

To register and use this service, you need:

- your <u>SSN</u>, date of birth, filing status and mailing address from latest tax return,
- · access to your email account,
- your personal account number from a credit card, mortgage, home equity loan, home equity line of credit or car loan, and
- a mobile phone with your name on the account.

#### **What You Get**

- All transcript types are available online
- View, print or download your transcript
- Username and password to return later

**Get Transcript Online** 

#### Request by Mail

#### **What You Need**

To use this service, you need your:

- SSN or Individual Tax Identification Number (ITIN),
- date of birth, and
- mailing address from your latest tax return

#### **What You Get**

- Return or Account <u>transcript types</u> delivered by mail
- Transcripts arrive in **5 to 10 calendar days** at the address we have on file for you

**Get Transcript by Mail** 



## What is included in the FAFSA Packet?

(Pell Grant)	<ul> <li>Students with financial need who have not obtained a Bachelor's degree.</li> <li>The student can receive this aid for a maximum of 6 years.</li> </ul>	Maximum Aid: \$6,095
Federal Supplemental Educational Opportunity Grant (FSEOG)	<ul><li>For students with high financial need.</li><li>Students who qualify for Pell Grant have priority</li></ul>	Maximum Aid: \$4,000
Teacher Education Assistance for College and High Edu Grant (TEACH)	<ul> <li>Students who are completing or plan to complete course work needed to begin a career in teaching.</li> <li>Students must agree to perform 4-years of qualifying teaching services and meet other requirements.</li> </ul>	Maximum Aid: \$4,000
Afghanistan and Iraq Service Grant	• Students who served in Afghanistan or Iraq after September 11 <sup>th</sup> , 2001	Maximum Aid: \$6,095
Cal Grant	<ul> <li>Free aid for California students. Students must submit FAFSA application by March 2.</li> <li>Students under DACA must apply for this grant and some CA loans through dream.csac.ca.gov</li> </ul>	Maximum Aid: \$12,630 Depending on university (Only for California Schools)

## Continue...

Work-Study	<ul> <li>Part-time or full-time jobs for students on campus (some might be off campus)</li> </ul>	Depends on experience and job qualifications.
Direct Subsidized Loan	<ul> <li>For students who have financial need, the Department of Edu will pay off interest while the student is at school.</li> <li>Payments and interest begin 6 months after graduation (4.45%)</li> </ul>	Loan of \$5,500
Direct Un-Subsidized Loan	<ul> <li>Interest begins after loan's first disbursement.</li> <li>Undergraduate (4.45% interest rate)</li> <li>Graduate (6% interest rate)</li> </ul>	Loan Maximum \$20,500
Direct PLUS loan	<ul> <li>For parents with an undergraduate student (parents are responsible to pay off the loan)</li> <li>For graduate students (interest rate of 7%)</li> </ul>	Maximum loan depends on the cost of attendance
Federal Perkins Loan	• Students with exceptional financial need. (Interest of 5%)	Bachelors: \$5,500 Masters: \$8,000

### FAFSA Formula and Calculations

Once the university receives the FAFSA application, they will use the following formula to determine your aid.

Note: it is recommended that the student applies to several institutions since every university will produce different results.

#### ► FAFSA Formula:

COA (Cost of Attendance)
EFC (Expected Family Contribution)

## EFC - COA= student's financial need





## California Grants (Cal Grant)

- Students can use the Cal Grant for CCC, CSU and UC's as well as qualifying private institutions in California
- DACA/ AB540 students will have to apply to Cal Grant through Dream Act Application dream.csac.ca.gov
- Students must apply by March 2





## Cal Grant

- Cal Grant A: Based on financial need
- Income tax and cost of attendance
- Working on Associate/ Bachelors and Transfer
- ► Cal Grant B: Entitlement Award
- Current H.S. seniors and last year HS graduates
- Associates/ Bachelors and Transfer
- GPA 2.0-4.0
- Family income below the established ceiling
- Living allowance and tuition and fee assistance
- Cal Grant C: Students perusing vocational or training program.
- No GPA requirement
- Tuition and fees, includes additional annual book and supply amount



## Other California Aid

- Chaffee Grant: Foster Students
- Maximum aid \$5,000
- If you are or were in foster care for at least one day, between ages of 16 and 18.
- Apply through: FAFSA or Dream Act Applications or Student Aid Commission
- <a href="https://www.chafee.csac.ca.gov/StudentApplication.aspx">https://www.chafee.csac.ca.gov/StudentApplication.aspx</a>
- ► California College Promise Grant
- Formally known as the Bog Fee Waiver
- It waives Community College Tuition Only: you do not receive cash.
- Can apply through the selected community college





501 S IDAHO ST., SUITE 230 LA HABRA, CA 90631 (562)691-2117 WWW.ONTOCOLLEGE.ORG





