Shared Responsibility Model for the Oregon Opportunity Grant

Access and Affordability Working Group

Report to the Oregon State Board of Higher Education
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Current Oregon Policy

Full Time Dependent Students
State = Average 2004-05 OOG
OSU Student Budget 2005-06: $15,978

Source: Oregon Shared Responsibility Simulation, created for the AAWG by
Western Interstate Commission for Higher Education, 2006; Oregon Student Assistance Commission
Today’s students cannot earn enough to cover college costs

Students at OUS institutions have to work about 48 hrs a week, reflects Oregon’s higher minimum wage

Sources: Postsecondary Education Opportunity; OUS Institutional Research; ODCCWD
Oregon Shared Responsibility

- **State Responsibility**
- **Federal Responsibility**
- **Parent/Family Responsibility**
- **STUDENT Responsibility**
Reasonable Work Effort

$4,750 in student effort can be reached by directing 90% of earnings in one of two ways:

1. Combined Part-time and Full-time Work (*Oregon minimum wage*)
   40 hours a week for 10 weeks during summer
   10 hours a week for 30 weeks during academic year

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2. Year Round Part-Time (*Oregon minimum wage*)
   14 hours a week for 50 weeks year round

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Oregon Shared Responsibility

Total Price = $14,859
(Recognized OUS Cost of Attendance)

Family Income Level = $9,000
- Means tested, family of 4
- Dependent full time freshman or sophomore attending an OUS institution

State Responsibility = $3,359
- Oregon Opportunity Grant

Federal Responsibility = $4,000
- $4000 Pell Grant

Parent/Family Responsibility = $0

STUDENT Responsibility = $7,500
Some combination of:
- Work, Work-study (assumes $4,750 from part-time job)
- Loans (assumes $1,000 from borrowing)
- Savings
- Scholarships, ROTC, fee remissions (assumes $1,750 fee remissions)
- Possibility of Federal Academic Competitive Grant ($750 1st year, $1,300 Second year) - would reduce work or loan effort.

Source: Oregon Shared Responsibility Simulation, created for the AAWG by Western Interstate Commission for Higher Education, 2006
Oregon Shared Responsibility

Total Price = $14,859
(Recognized OUS Cost of Attendance)

Family Income Level = $30,000
- Means tested, family of 4
- Dependent full time freshman
  or sophomore attending an OUS institution

State Responsibility = $4,006
- Oregon Opportunity Grant

Federal Responsibility = $2,520
- $1,800 Pell Grant
- $720 Hope Tax Credit or
  Lifelong Learning Tax Credit

Parent/Family Responsibility = $833

STUDENT Responsibility = $7,500
Some combination of:
- Work, Work-study (assumes $4,750 from part-time job)
- Loans (assumes $1,750 from borrowing)
- Savings
- Scholarships, ROTC, fee remissions (assumes $1,000 fee remissions)

Source: Oregon Shared Responsibility Simulation, created for the AAWG by
Western Interstate Commission for Higher Education, 2006
Oregon Shared Responsibility

Total Price = $14,859
(Recognized OUS Cost of Attendance)

Family Income Level = $60,000
- Means tested, family of 4
- Dependent full time freshman or sophomore attending an OUS institution

State Responsibility = $531
- Oregon Opportunity Grant

Federal Responsibility = $1,500
- $1,500 Hope Tax Credit or Lifelong Learning Tax Credit

Parent/Family Responsibility = $5,328

STUDENT Responsibility = $7,500
Some combination of:
- Work, Work-study (assumes $4,750 from part-time job)
- Loans (assumes $2,750 from borrowing)
- Savings
- Scholarships, ROTC, fee remissions

Source: Oregon Shared Responsibility Simulation, created for the AAWG by Western Interstate Commission for Higher Education, 2006
Oregon Shared Responsibility

Full Time Dependent Freshmen and Sophomores
Recognized OUS Tuition & Fees: $5,349
Recognized OUS Living Expenses: $9,510
Total OUS Recognized Price: $14,859

Source: Oregon Shared Responsibility Simulation, created for the AAWG by Western Interstate Commission for Higher Education, 2006