

Presented by:

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Principles of Shared Responsibility

Legislative Advisory Committee

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WICHE

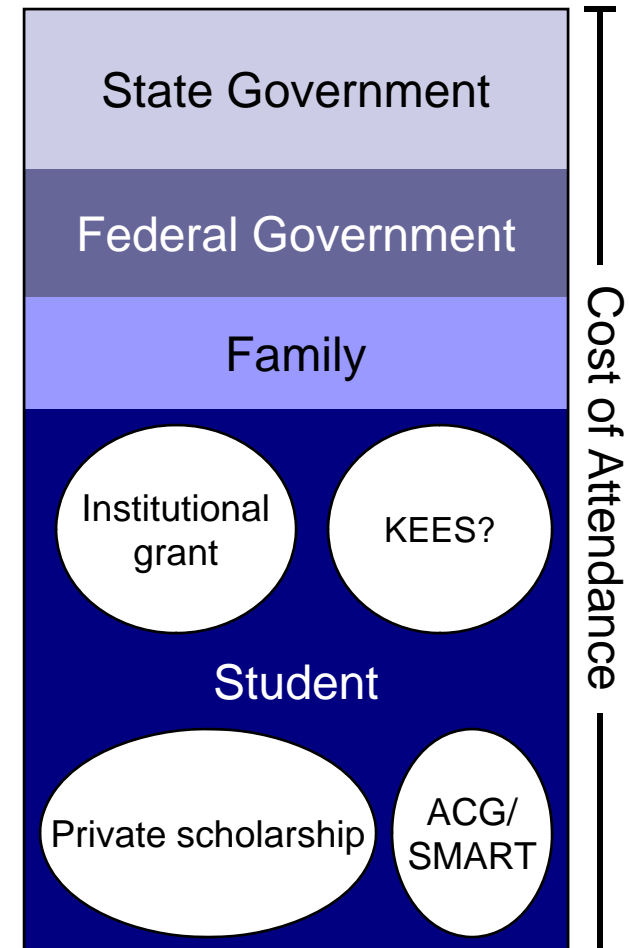


Goals

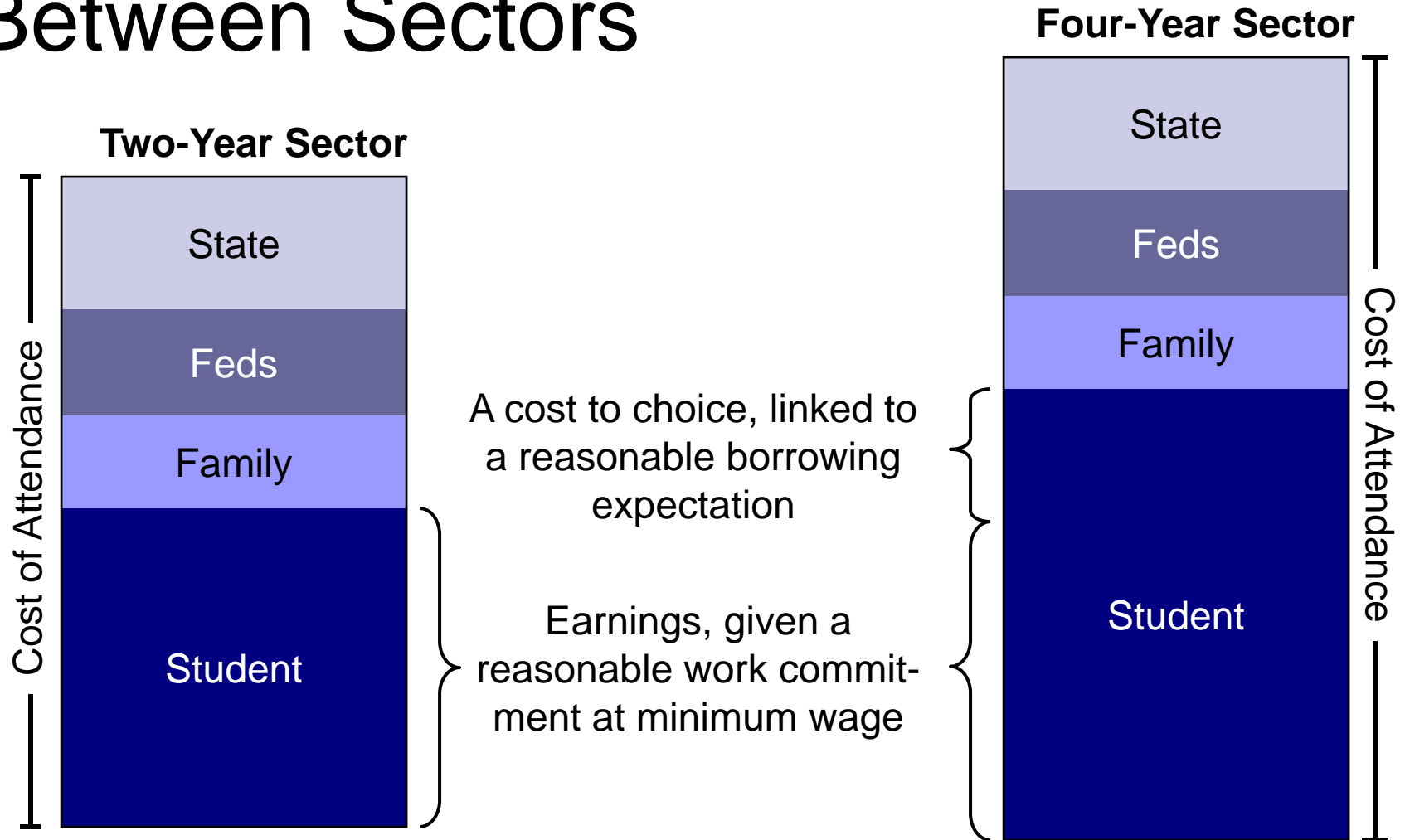
- Improve affordability
 - Ensure that any citizen of the state who wishes to attend college will be able financially to do so, particularly those from low- and moderate-income backgrounds
 - Provide funding that helps smooth inequities in financial aid distribution
 - Restore conceptual clarity of state financial aid by explicitly linking it with cost of attendance
- Expand access and success
 - Reduce financial barriers to access and success
- Provide a financial aid approach that is fiscally responsible and integrated with other funding sources (including state funding, tuition & fees, and other financial aid)

Four Partners Share Responsibility for Meeting the Cost of Attendance

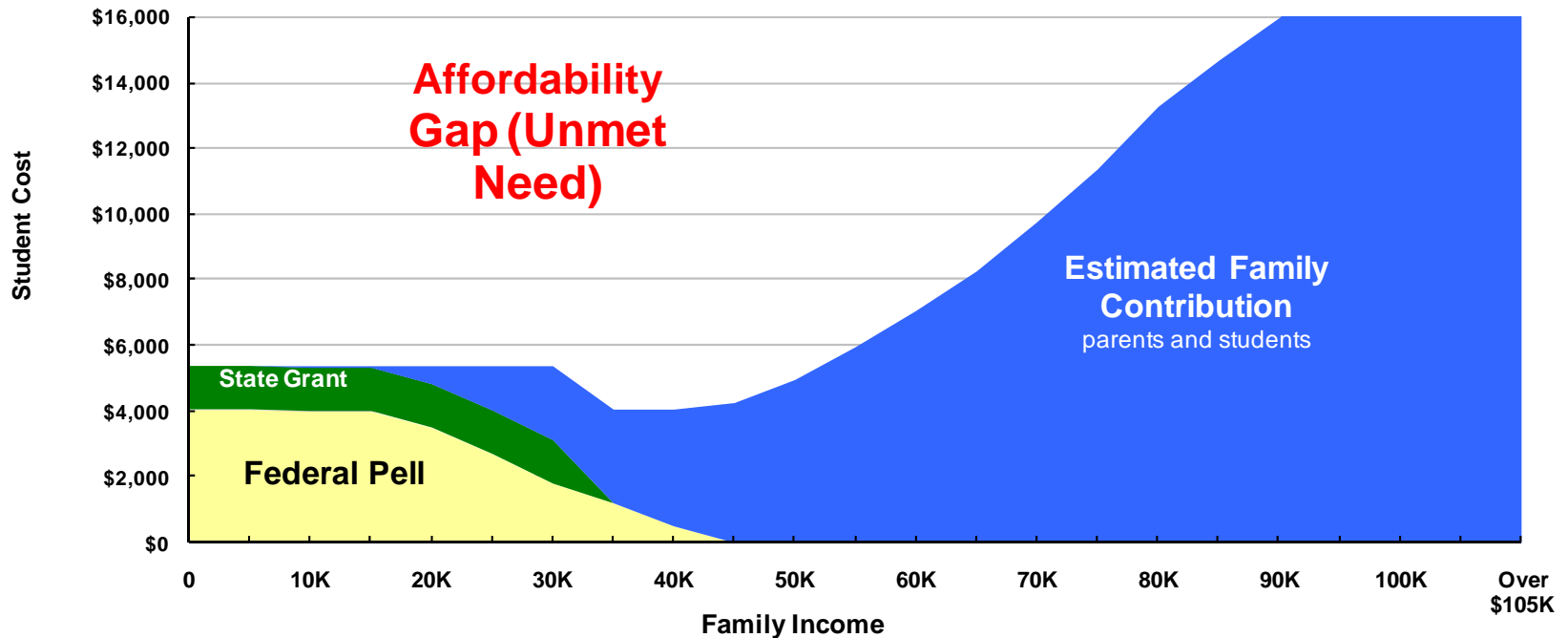
4. The **state** grant award makes up the remaining difference.
3. The model accounts for the **federal government's** contribution (i.e., Pell grants, tuition tax credits).
2. The **student's parents** contribute their share, which is determined by the federal methodology.
1. **Each student**, as the principal beneficiary, is expected to contribute toward his/her own educational costs. Sources include: earnings, savings, borrowing, or scholarships.



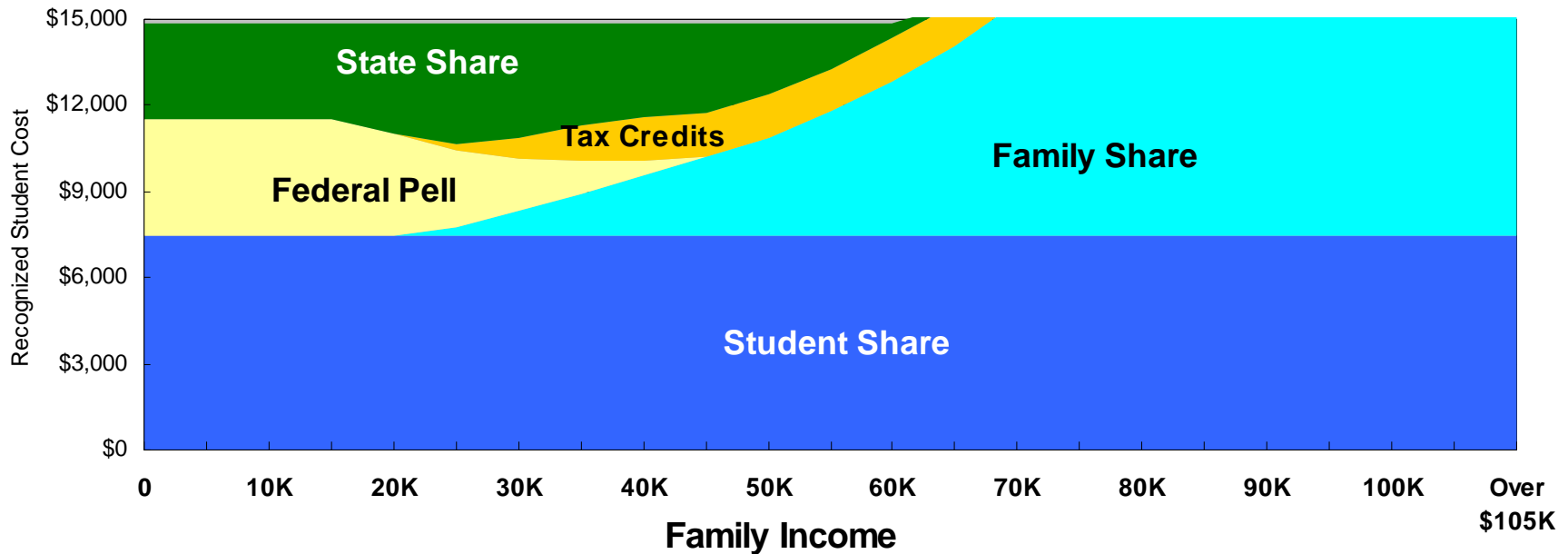
Recognizing the Difference in Costs Between Sectors



Oregon Opportunity Grant Before Shared Responsibility



Oregon Opportunity Grant Under Shared Responsibility



Note: The chart reflects the distribution of aid as it would have looked for full-time students in Oregon's public four-year institutions had SRM been implemented in 2005-06. The recognized price for public four-year institutions for 2008-09 is \$16,483 and the student contribution in that sector is \$8,200.

States That Allocate Grant Aid Via Shared Responsibility

■ Minnesota

- Originally created in 1983
- \$156.1 million in 2006-07
- 70,000 recipients

■ Oregon

- Enacted by 2007 Legislative session
- Implementation in time for 2008-09 academic year
- Doubled appropriation for state grant aid program to \$72 million
- Additional appropriation of \$4 million under discussion to meet unanticipated need
- Reductions in budget for current biennium due to economic collapse