



# Student Aid and Debt Presentation

November 7, 2019

FOUR CAMPUSES UNITED  
**ALL FOUR:ONE**



University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

# Facts About National Student Loan Debt, \$1.6 Trillion

- Includes all outstanding balances for federal and private student loans processed through financial aid, plus accrued interest.
- Accounts for the second largest household debt after mortgages since 2010.
- Forty-four percent of outstanding student loan debt is from public institutions.
- Forty percent of outstanding student loan debt is from graduate students.
- Non-completers are more likely to default on student loans than completers.
- 1 in 6 adults has some amount in an outstanding student loan balance.
- Default rates are much lower for those who earn credentials.
- In spite of all of the concerns about student debt levels, the fact remains, a college education pays off.

Source: Institute for College Access and Success, New York Federal Reserve, U.S. Department of Education, Forbes

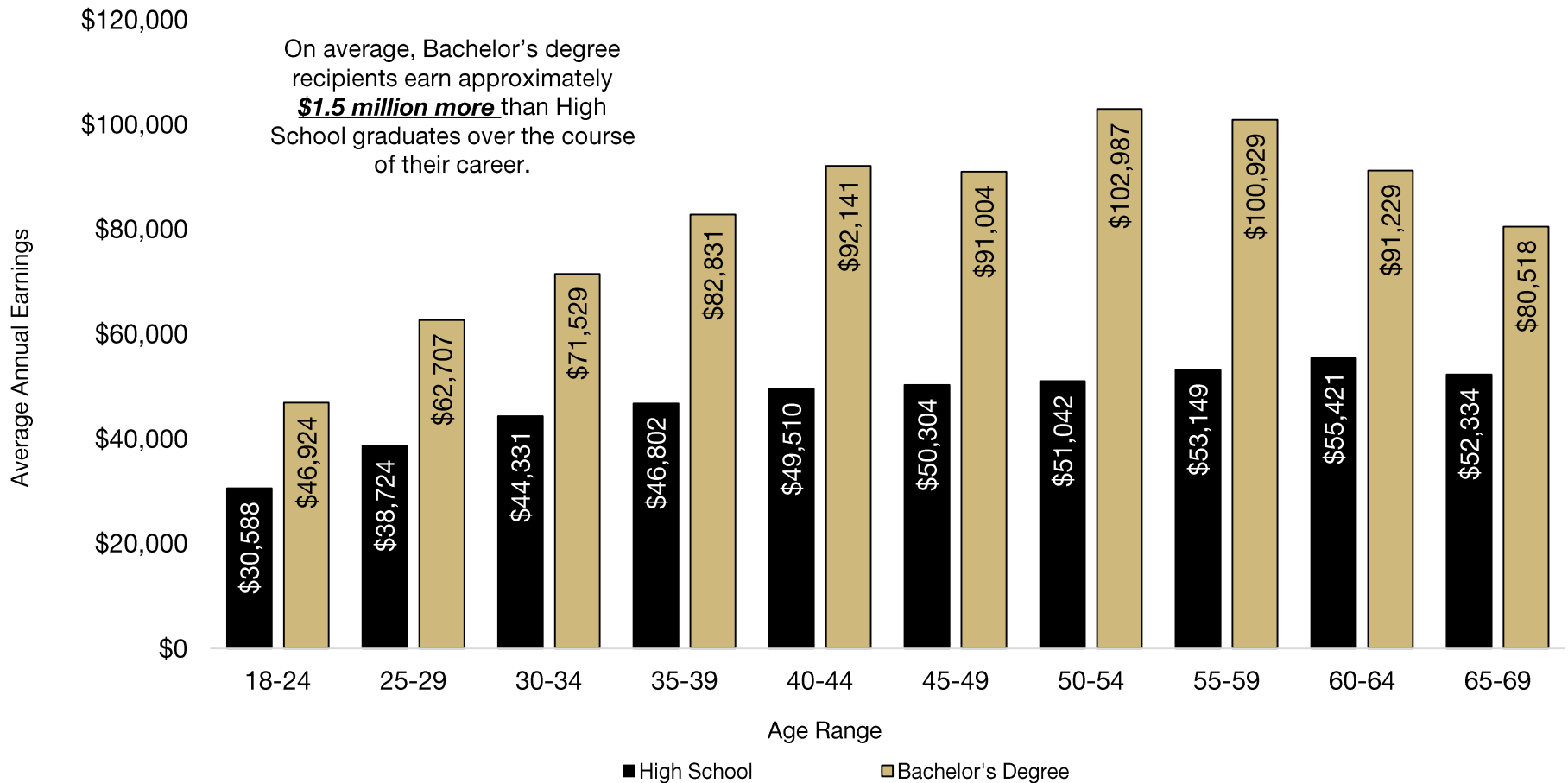


University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

FOUR CAMPUSES UNITED

# Average Annual Earnings High School vs. Bachelor's Degree



Note: Does not include possible earnings while pursuing Bachelor's degree.

Source: Average Annual Earning for full-time year round workers by education, U.S. Census Bureau, Current Population Survey, 2018 Annual Social and Economic Supplement.



University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

FOUR CAMPUSES UNITED

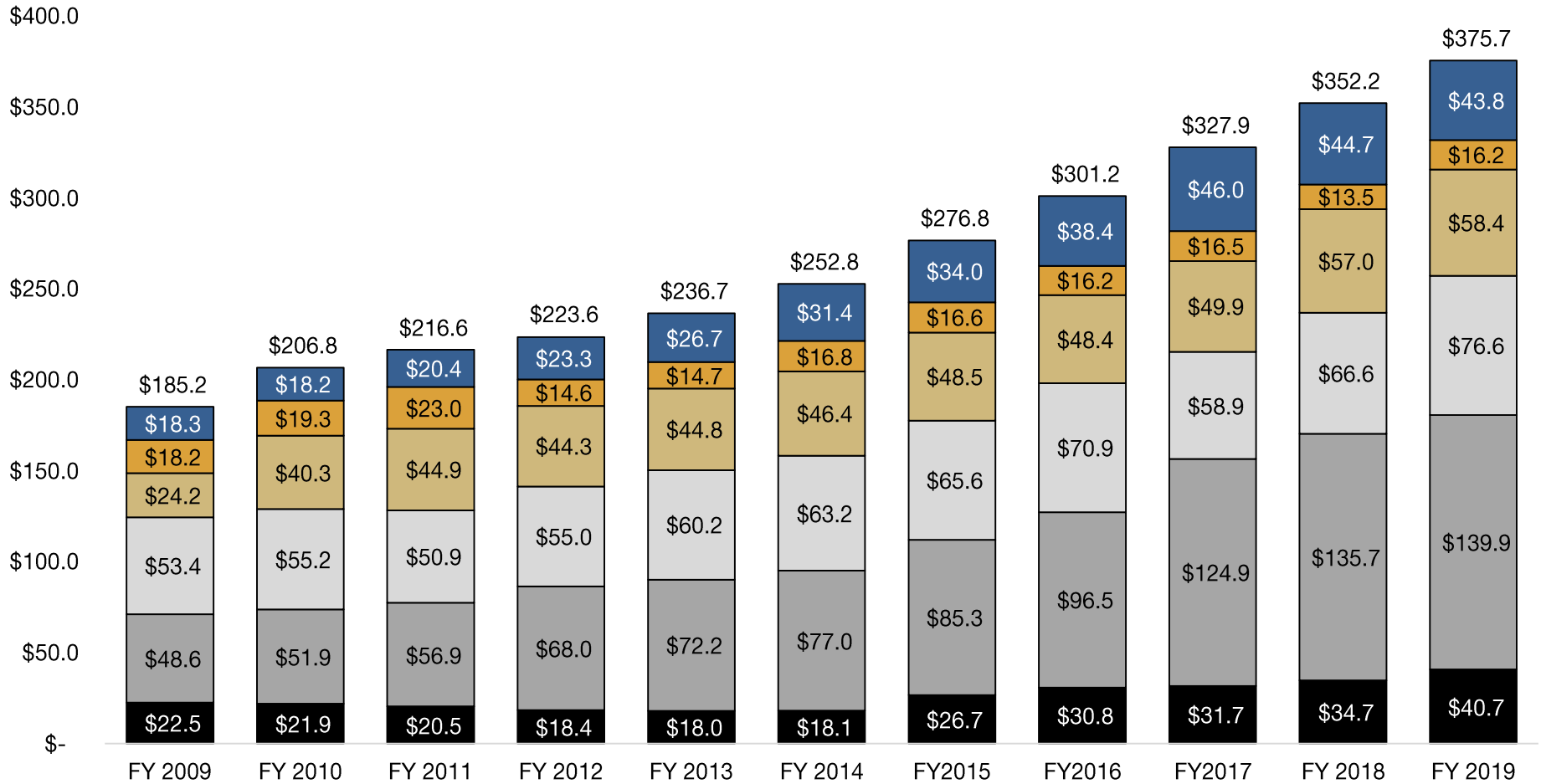
# Colorado



University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

# Financial Aid History by Source



- State Aid
- Institutional Aid- From Tuition
- Institutional Aid- From Other Sources
- Federal Pell
- Other Federal Aid
- Other Scholarships



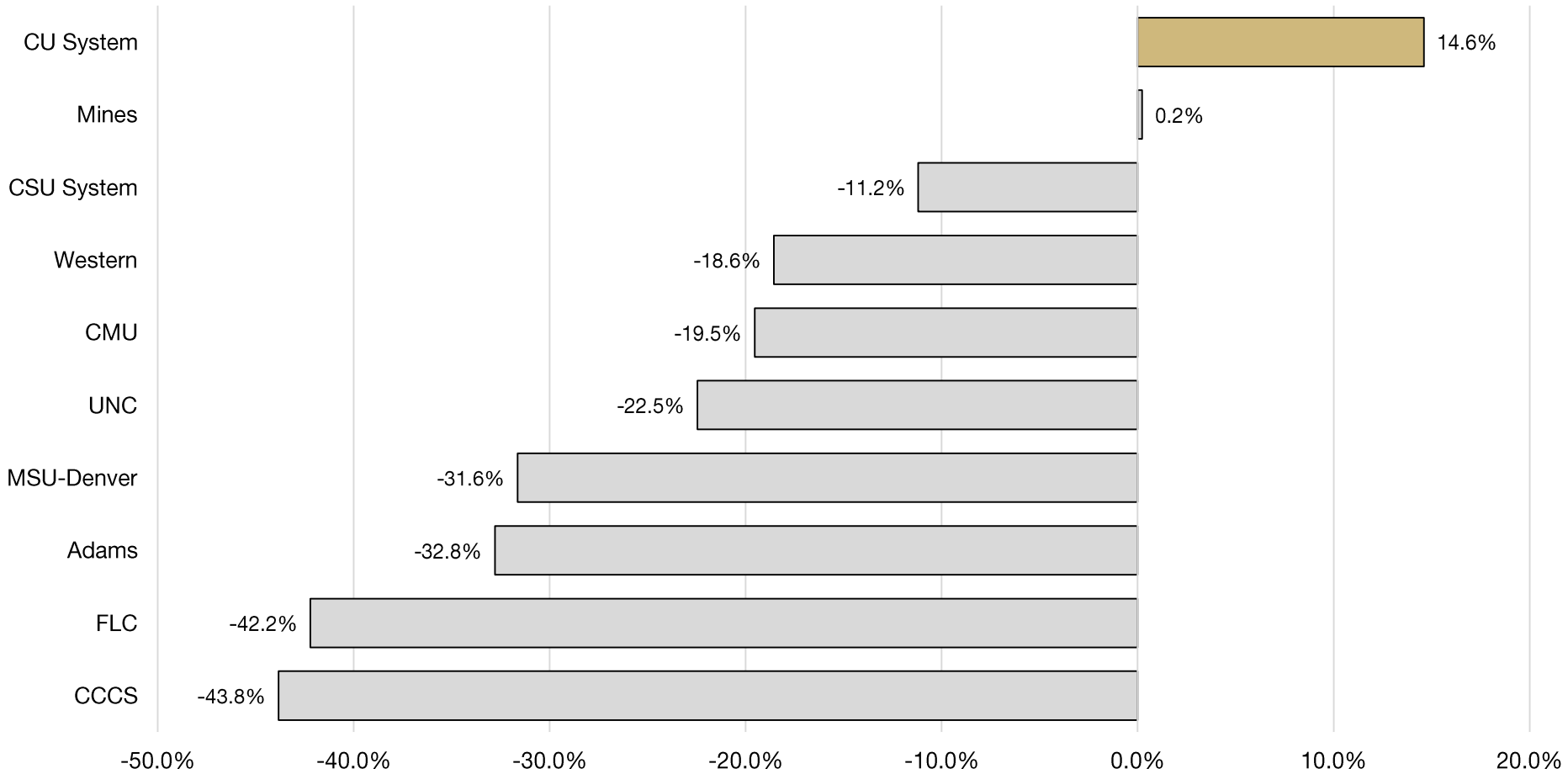
Source: CU Financial Aid

University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

FOUR CAMPUSES UNITED

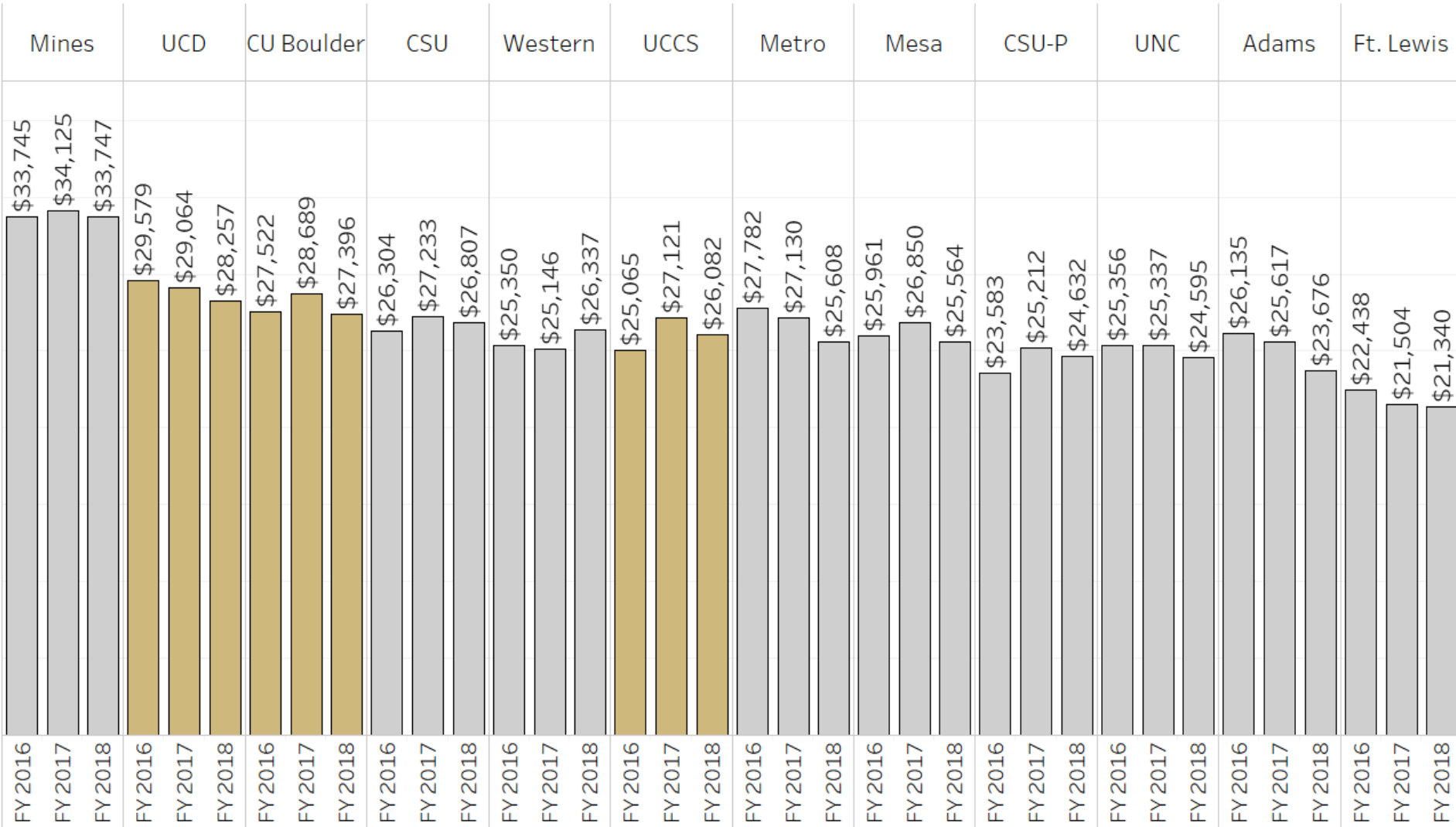
# Changes to Pell Eligible Populations (FY 2012 to FY2018)



CCHE's need based financial aid formula rewards retention and progress of Pell eligible students. Since the allocation was implemented in FY 2012, CU has retained Pell eligible students at a greater rate than most colleges thru FY 2018.

# Average Undergraduate Student Debt by Fiscal Year

All Bachelor Recipients. includes both Resident and Non-Resident Graduates



University of Colorado

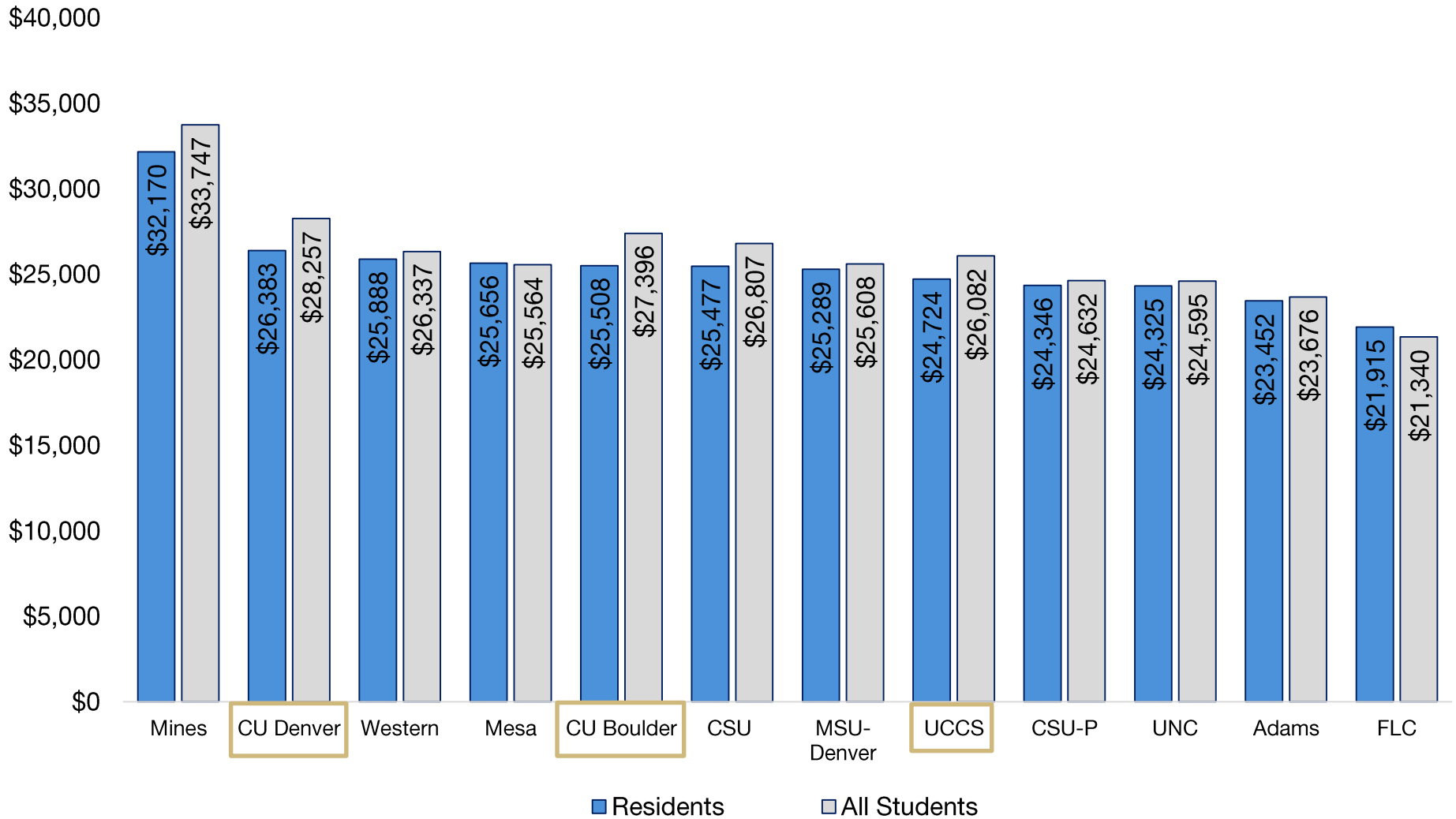
Boulder | Colorado Springs | Denver | Anschutz Medical Campus

Source: CDHE SURDS Financial Aid

FOUR CAMPUSES UNITED

# Average Undergraduate Debt Load Upon Graduation (FY 2018)

(only 52% of completers took loans at CU\*)



Source: Colorado Department of Higher Education; includes Federal Direct, Federal Perkins, Federal Other, and private loans.

\*Varies by campus.



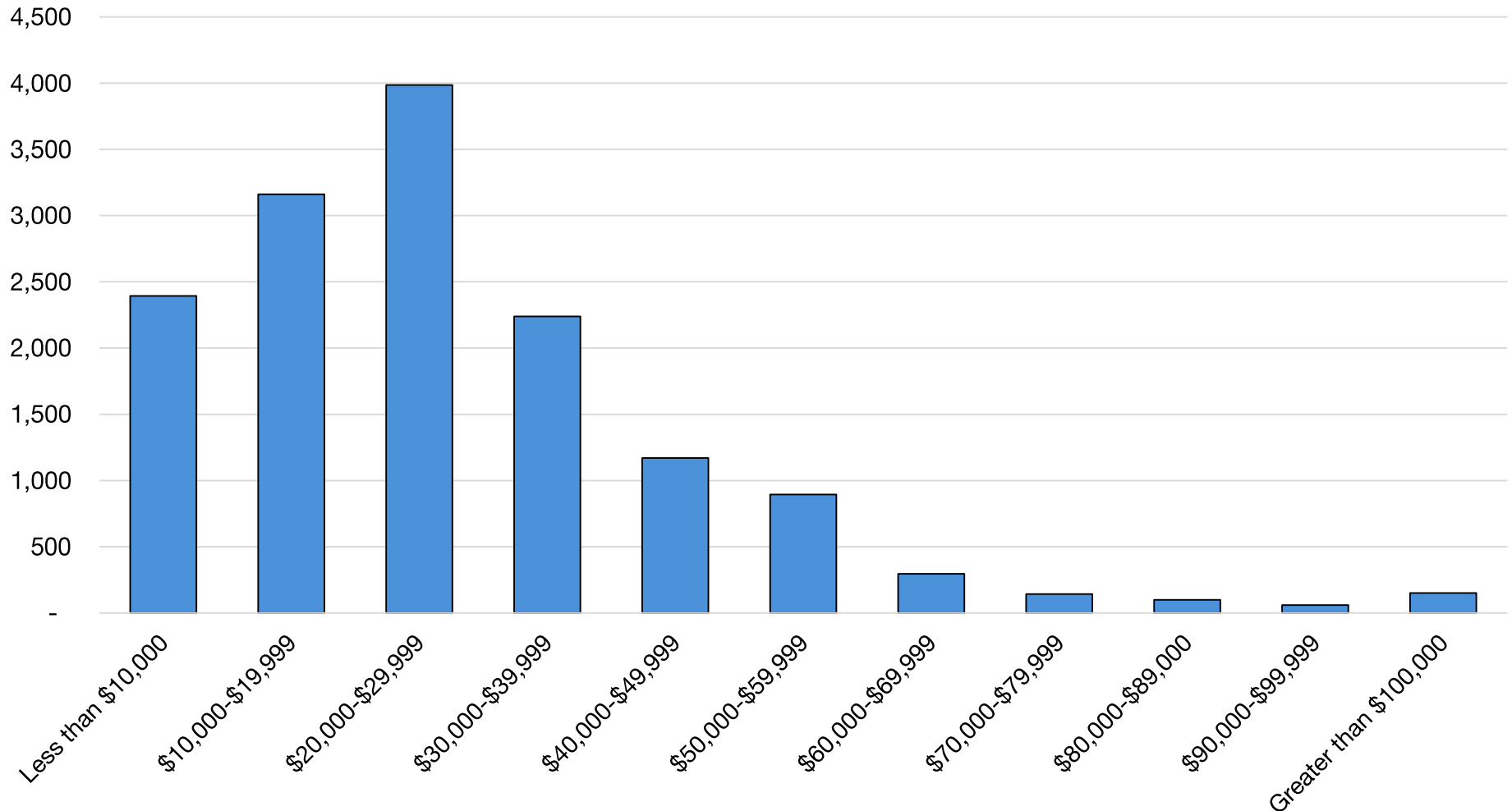
University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

FOUR CAMPUSES UNITED



# Bachelor's Degree Recipients Loan Amounts in Colorado, 2018



Source: 2018 Student Loan Data from SURDS from the Colorado Department of Higher Education, public institutions. FY2018 graduates taking loans in prior 6 years;

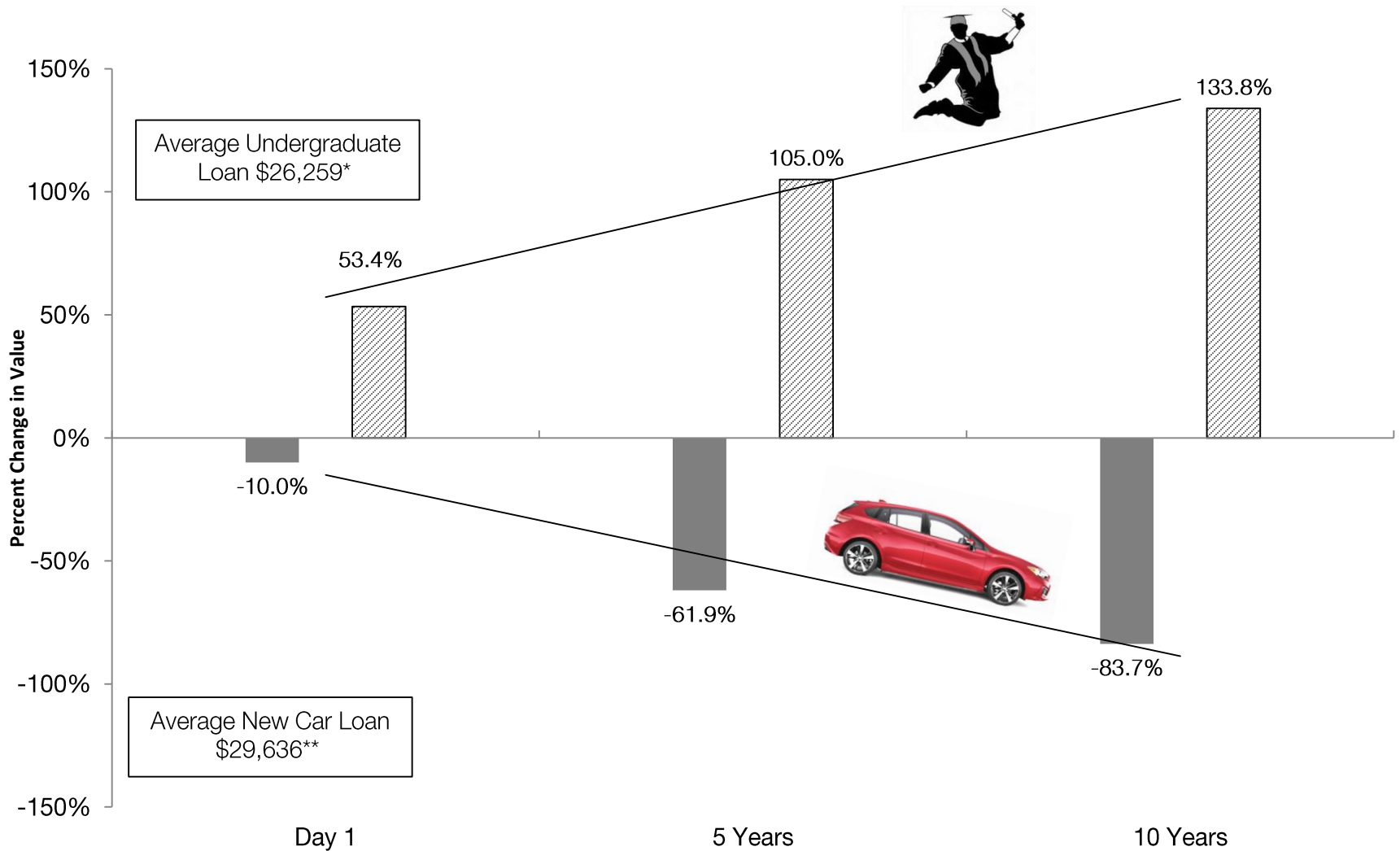


University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

FOUR CAMPUSES UNITED

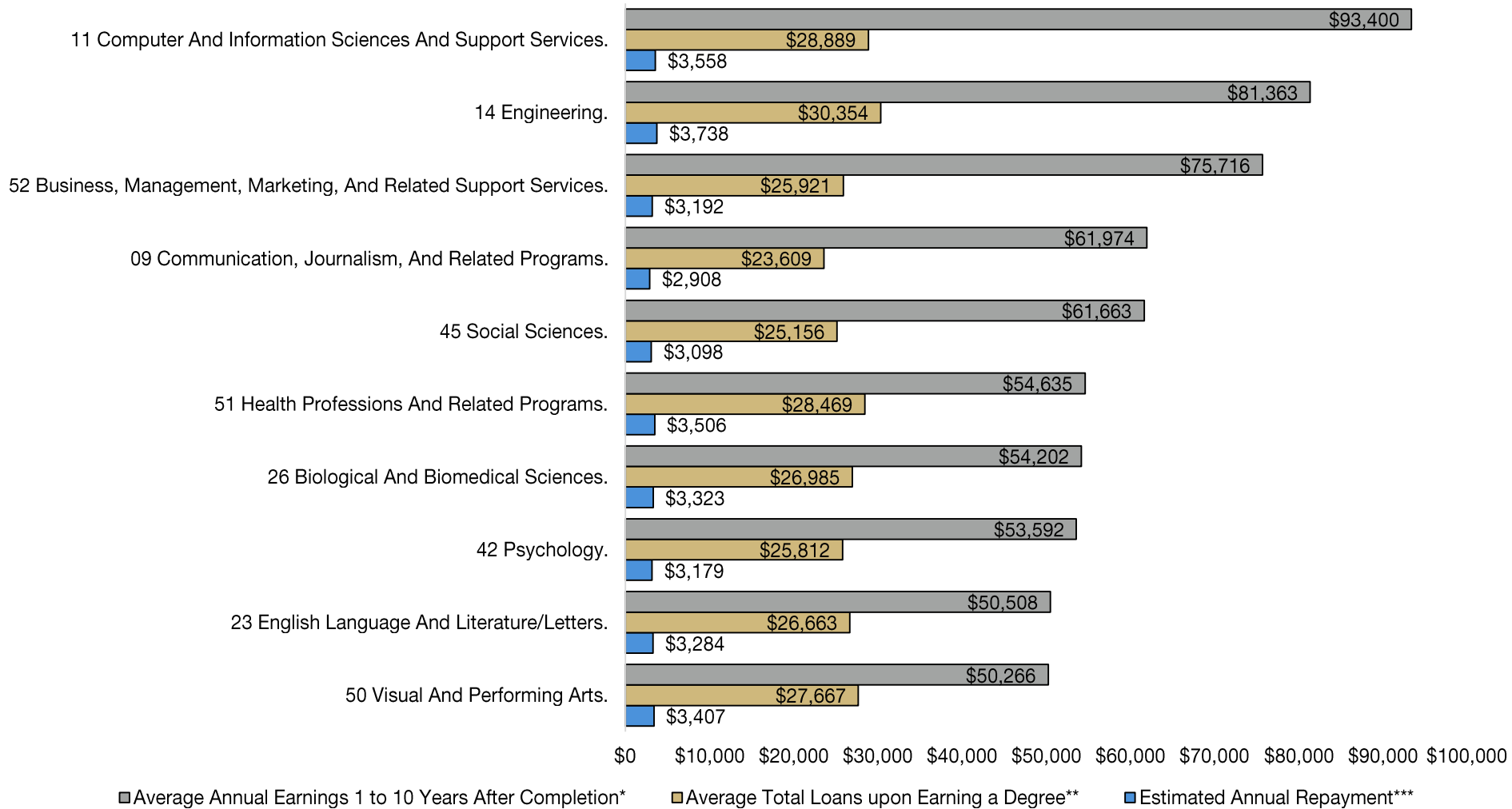
# College Loan vs. Car Loan: Value of Purchase Over Time



\*Colorado Department of Higher Education, revised 2017-18 Financial Aid Report

\*\*Kelley Blue Book Average Transaction Price December 2018

# Annual Earnings vs Annual Loan Payment (by degree)



Sources: Average Annual Earnings based on CU System Alumni Survey FY 2009 - FY 2018, Based on full-time employment and excludes those pursuing additional education  
 Annual Loan Payment based on average loan from CDHE SURDS (2018) & standard 10 year repayment at 4.3%

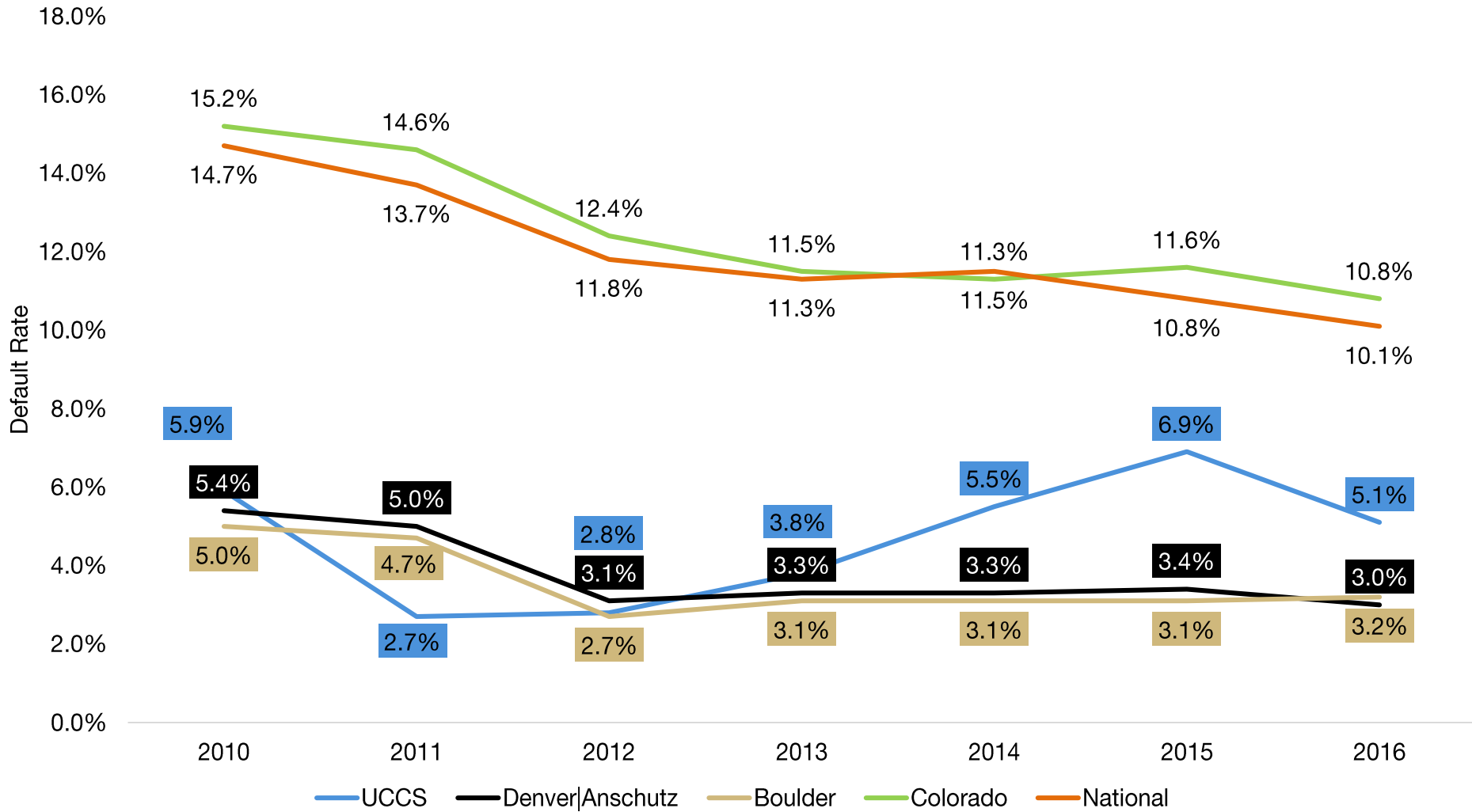


University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

FOUR CAMPUSES UNITED

# Student Loan Default Rates



Source: U.S. Department of Education

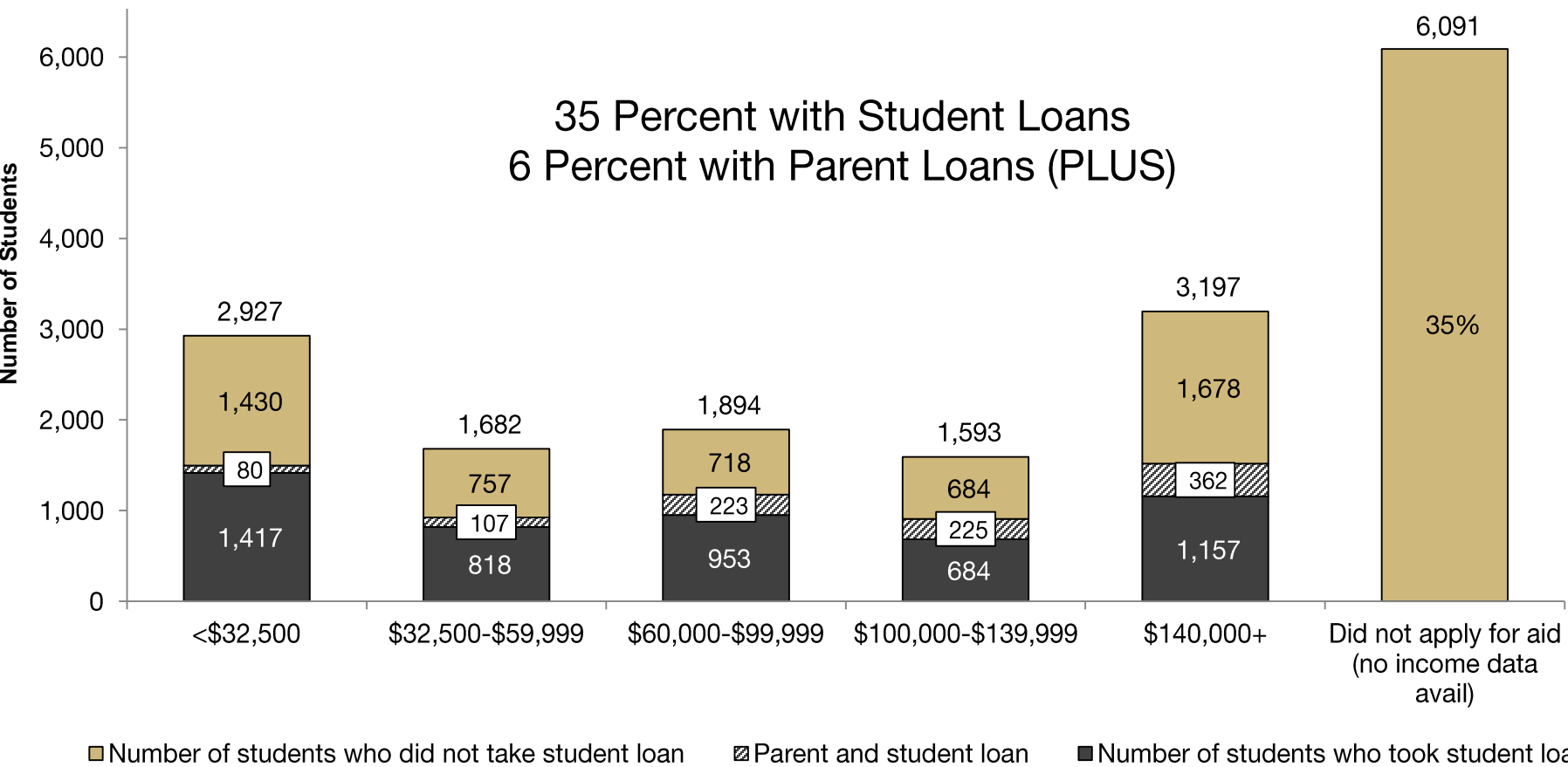


University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

FOUR CAMPUSES UNITED

# CU Boulder Resident Undergraduate Financial Aid Applicants, 2019



Source: CU Financial Aid; Does not include private loans; Excludes exclusive parent loans; Number of students not applying for aid based on fall headcount compared to fiscal year financial aid;

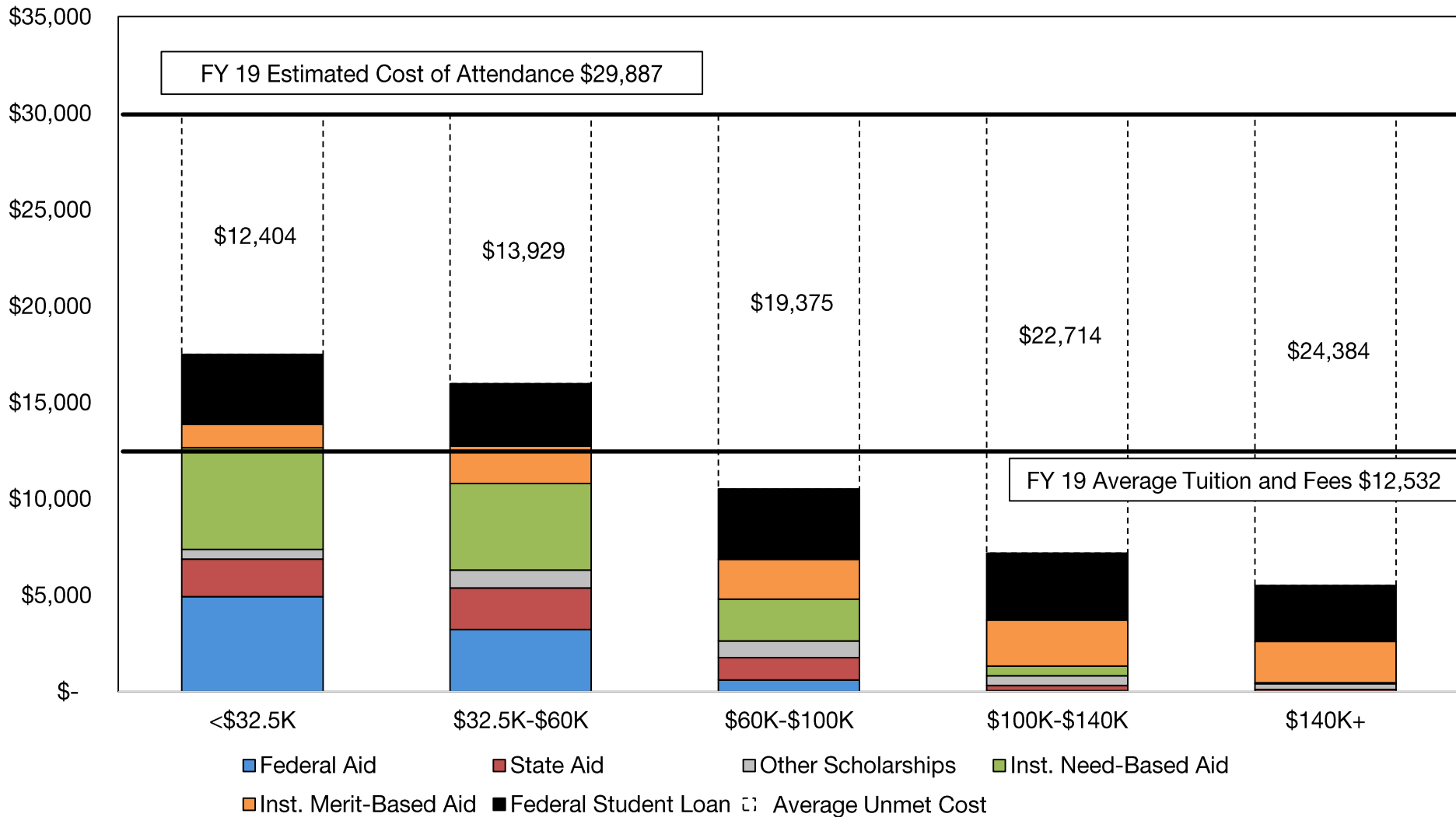


University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

FOUR CAMPUSES UNITED

# CU Boulder Resident Undergraduate Average Financial Assistance, 2019 (new cohort)



Source: CU Financial Aid; Does not include private loans; Estimated Cost of Attendance is the average Nine Month Cost of Attendance for selected population;

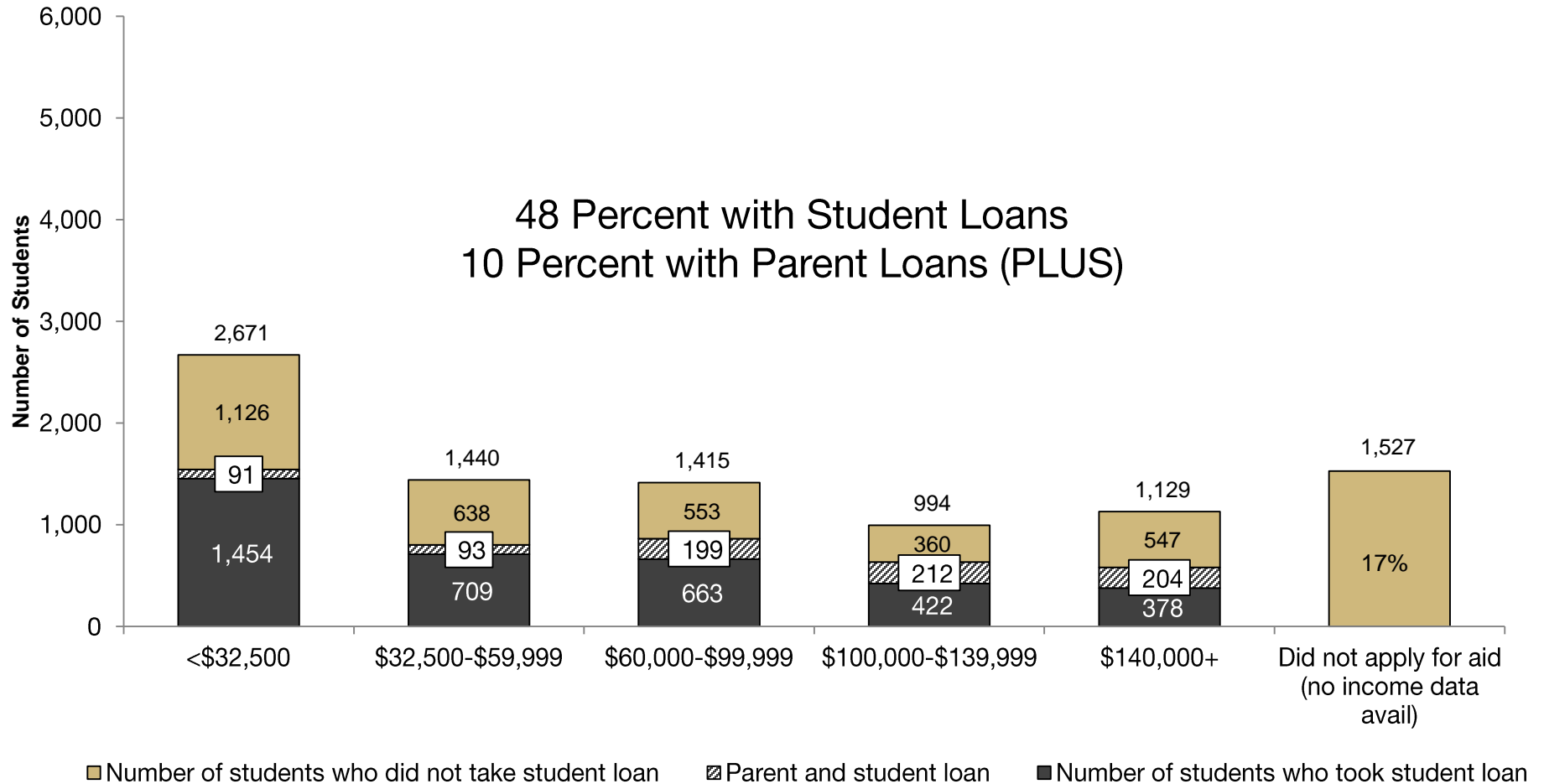
University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

[Visit the appendix for information on previous cohorts](#)

FOUR CAMPUSES UNITED

# UCCS Resident Undergraduate Financial Aid Applicants, 2019



Source: CU Financial Aid; Does not include private loans; Excludes exclusive parent loans; Number of students not applying for aid based on fall headcount compared to fiscal year financial aid;

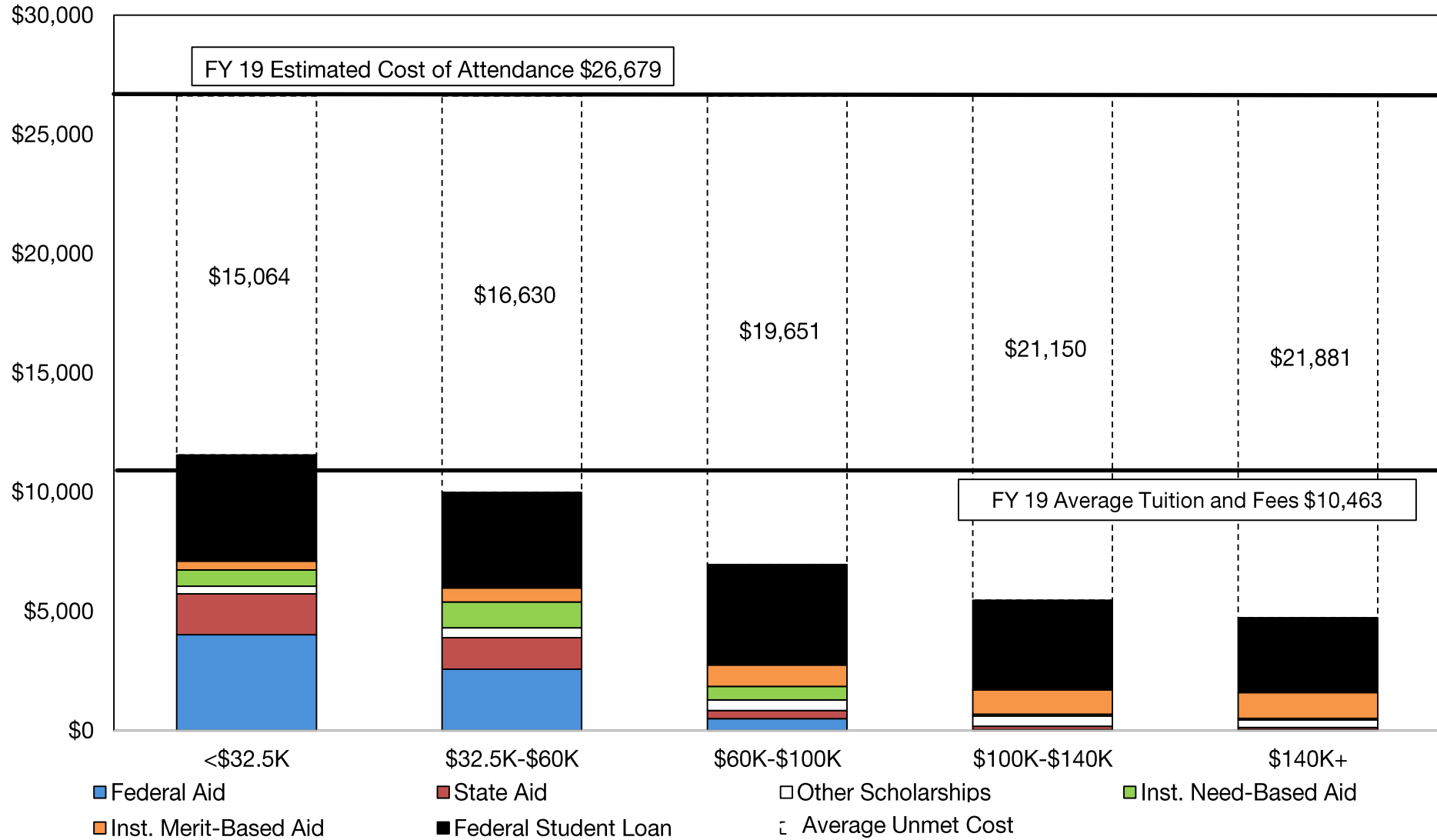


University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

FOUR CAMPUSES UNITED

# UCCS Resident Undergraduate Financial Assistance, 2019



Source: CU Financial Aid; Does not include private loans; Estimated Cost of Attendance is the average Nine Month Cost of Attendance for selected population;

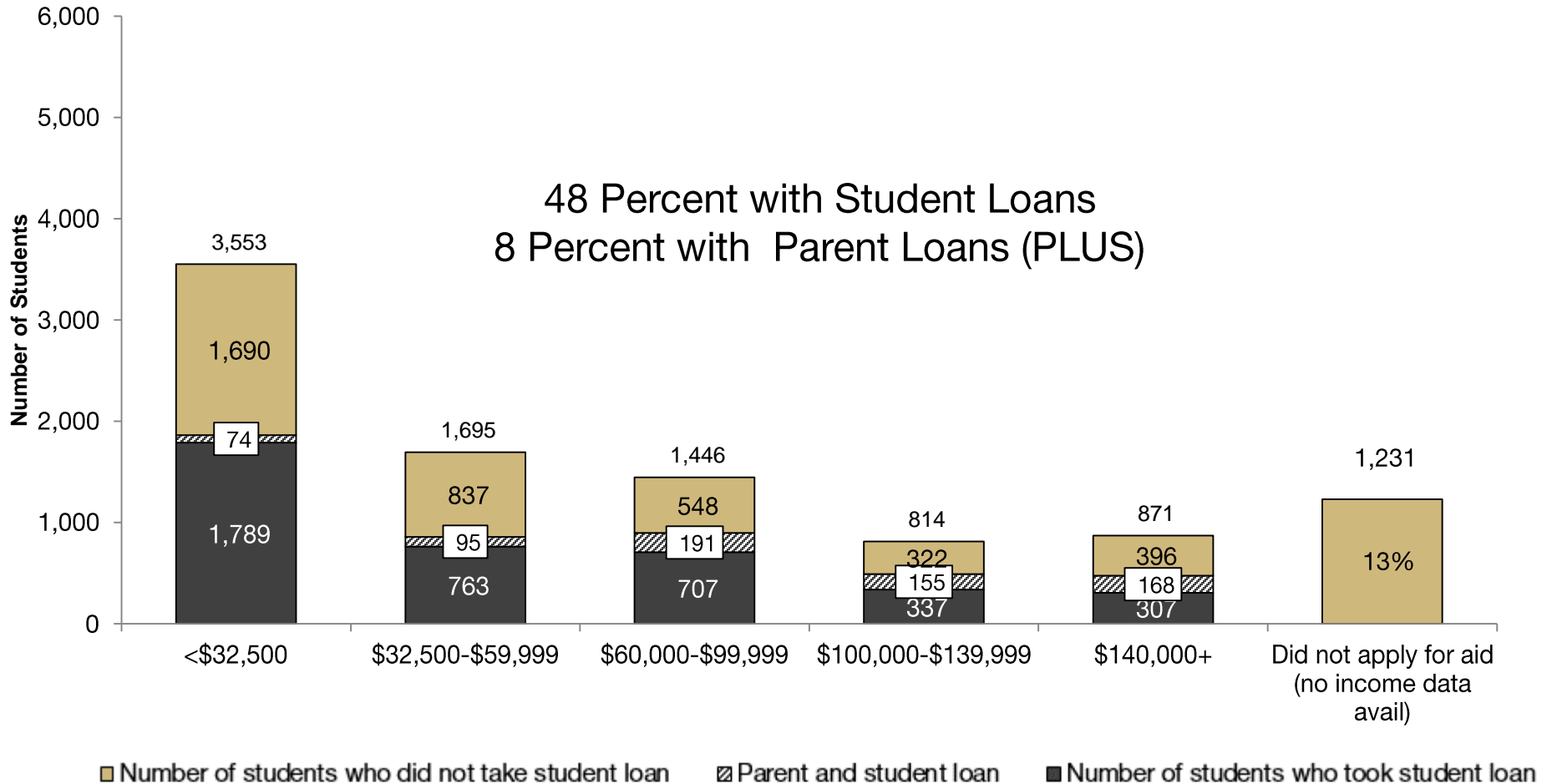
University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

FOUR CAMPUSES UNITED



# CU Denver Resident Undergraduate Financial Aid Applicants, 2019



Source: CU Financial Aid; Does not include private loans; Excludes exclusive parent loans; Number of students not applying for aid based on fall headcount compared to fiscal year financial aid;

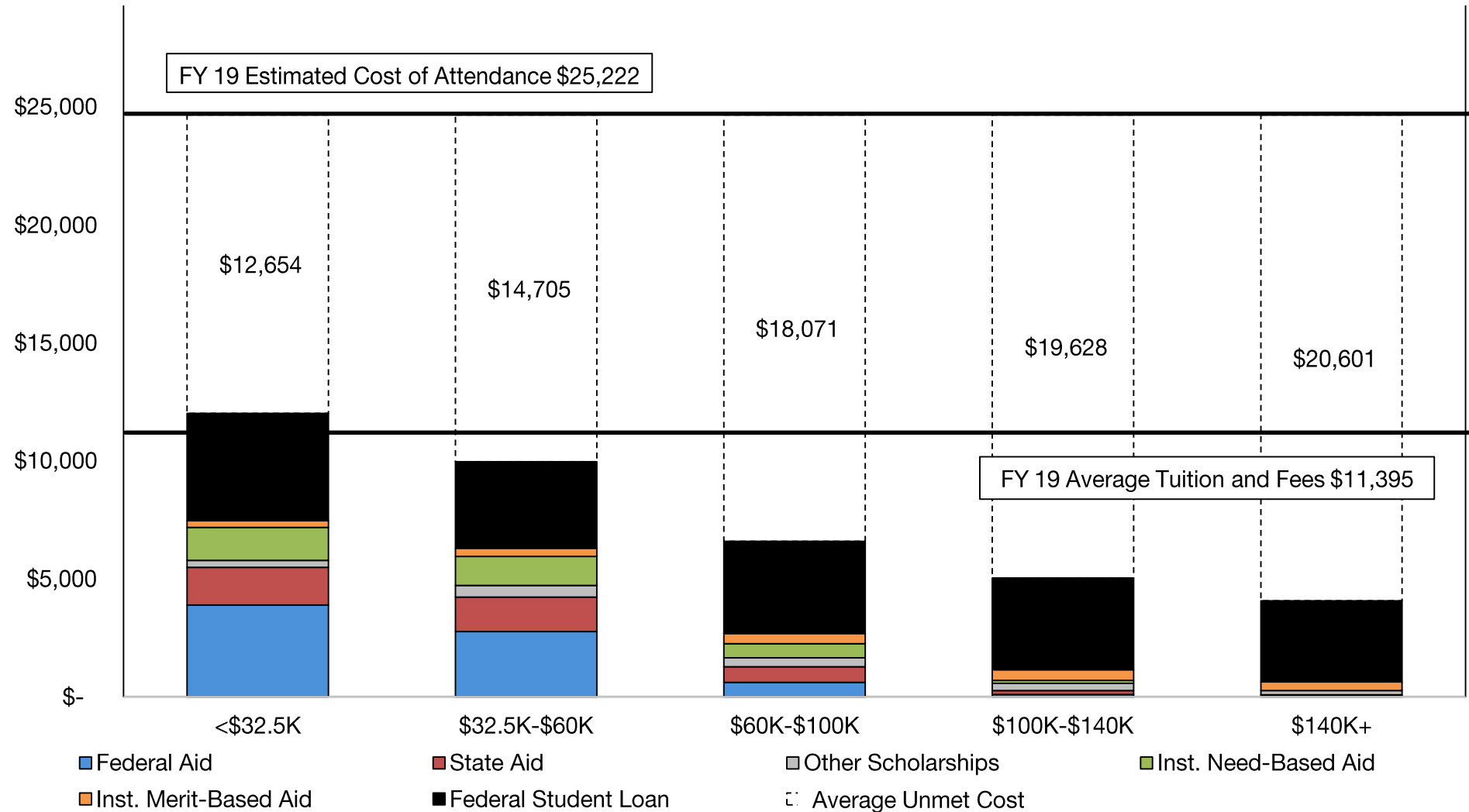


University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

FOUR CAMPUSES UNITED

# CU Denver Resident Undergraduate Average Financial Assistance, 2019



Source: CU Financial Aid; Does not include private loans; Estimated Cost of Attendance is the average Nine Month Cost of Attendance for selected population;

University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

FOUR CAMPUSES UNITED

# Closing the Cost Gap

## Ways to Reduce Cost

- Apply for scholarships
- Boost credit load (more than 12 per term or summer school)
- Transfer credit (high school concurrent, competency testing, other college)
- Live with family or with multiple roommates
- Cut back on personal expenses (use alternative transport)
- Remain on parents' insurance plan
- Meet with advisors to track degree progress



# Closing the Cost Gap

## Other Means

- Part-time work
- College savings plans
- Parent/Private loans
- Credit cards



# Conclusions

- Out-of-pocket tuition and fee increases were mitigated for many low and middle income students.
- System-wide 42% of resident, undergraduates took student loans in FY 2019.
- System-wide 8% of resident, undergraduates had parent loans in FY 2019.
- On average, CU students have a loan default rate of 3.6%, which is approximately 7 percentage points lower than the national and statewide average.



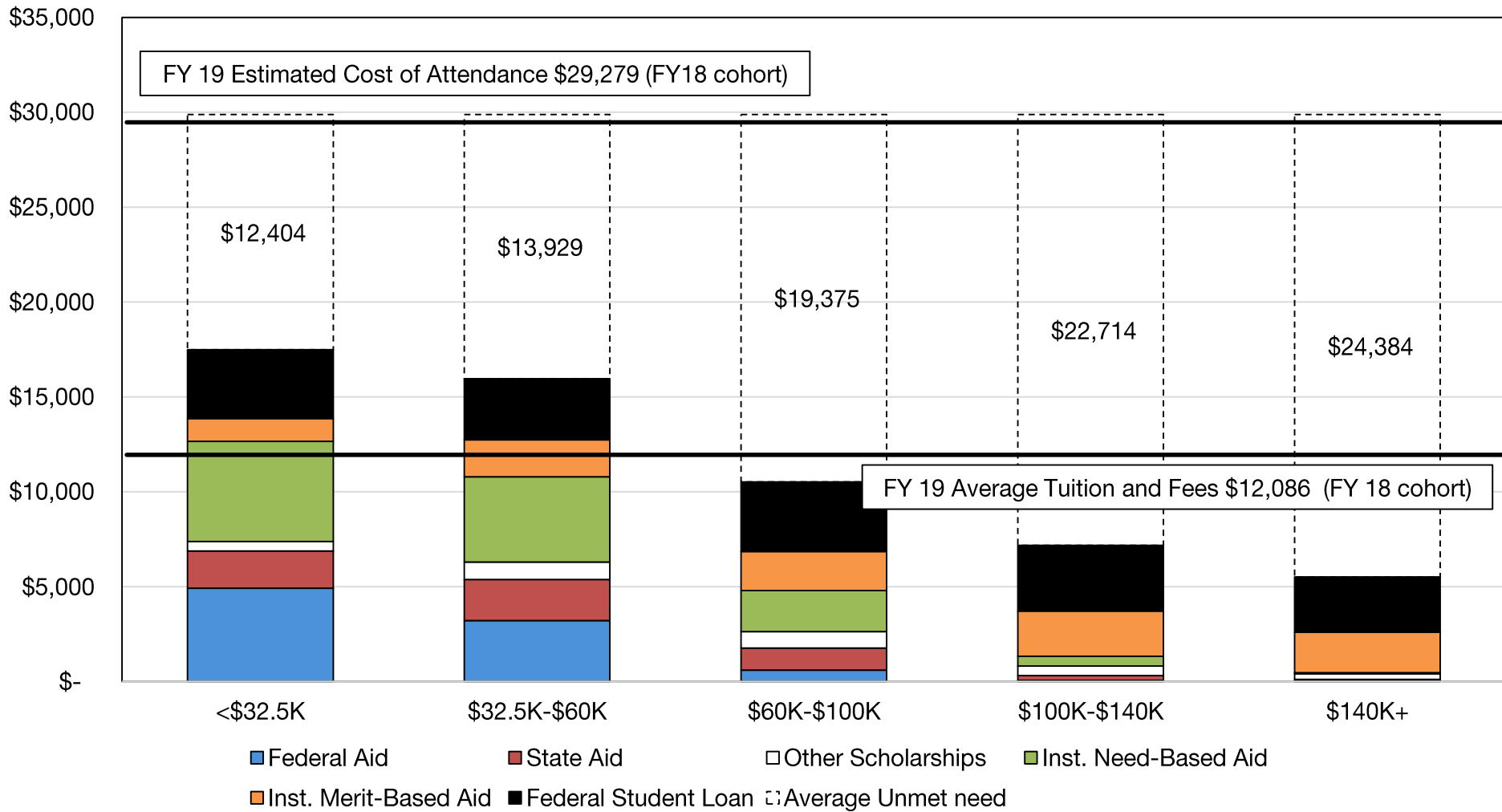
# Appendix



University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

# CU Boulder Resident Undergraduate Average Financial Assistance, 2019 (FY 2017-18 cohort)



Source: CU Financial Aid; Does not include private loans; Estimated Cost of Attendance is the average Nine Month Cost of Attendance for selected population;

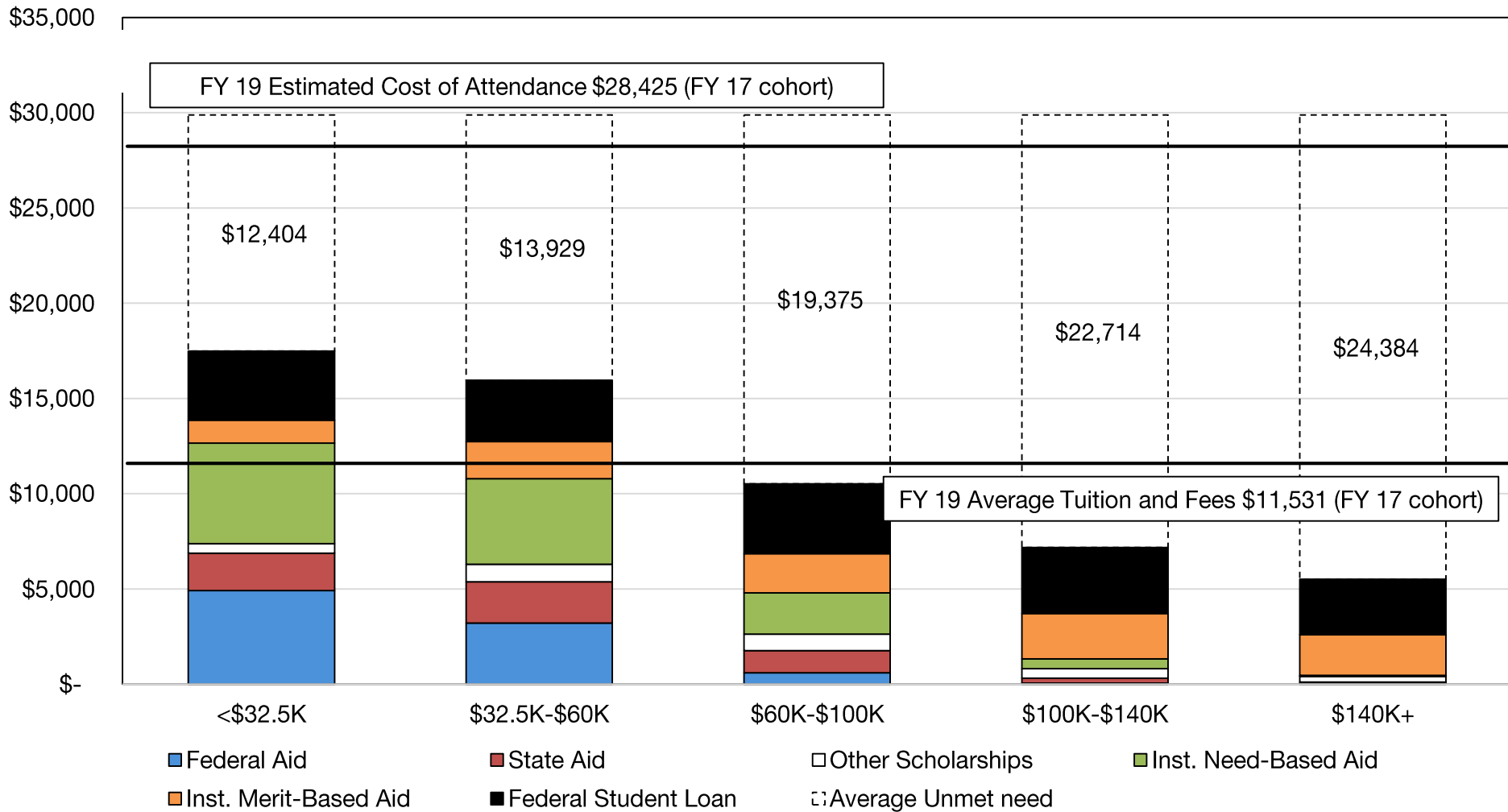
University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

[Back to presentation](#)

FOUR CAMPUSES UNITED

# CU Boulder Resident Undergraduate Average Financial Assistance, 2019 (FY 2016-17 cohort)



Source: CU Financial Aid; Does not include private loans; Estimated Cost of Attendance is the average Nine Month Cost of Attendance for selected population;

University of Colorado

Boulder | Colorado Springs | Denver | Anschutz Medical Campus

[Back to presentation](#)

FOUR CAMPUSES UNITED