

6980 California Student Aid Commission

The mission of the California Student Aid Commission (Commission) is to make education beyond high school financially accessible to all Californians by administering state authorized financial aid programs.

The Commission is composed of 15 members: 11 members are appointed by the Governor and confirmed by the Senate, 2 members are appointed by the Senate Rules Committee and 2 members are appointed by the Speaker of the Assembly. Members serve four-year terms except the two student members, appointed by the Governor, who serve two-year terms.

Effective July 1, 2013, the Commission is renumbered to this organization code (6980). The Commission was previously reported under organization code 7980.

3-YR EXPENDITURES AND POSITIONS

	Positions			Expenditures		
	2012-13	2013-14	2014-15	2012-13*	2013-14*	2014-15*
15 Financial Aid Grants Program	68.4	83.9	82.9	\$1,588,327	\$1,712,041	\$1,933,698
50 California Loan Program	-	-	-	162	-	-
80.01 Administration	23.1	33.8	33.8	2,953	3,647	3,650
80.02 Distributed Administration	-	-	-	-2,953	-3,647	-3,650
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	91.5	117.7	116.7	\$1,588,489	\$1,712,041	\$1,933,698
FUNDING				2012-13*	2013-14*	2014-15*
0001 General Fund				\$670,503	\$1,042,247	\$1,298,837
0784 Student Loan Operating Fund				84,819	98,149	60,000
0890 Federal Trust Fund				15,006	15,034	15,034
0995 Reimbursements				818,161	556,611	559,827
TOTALS, EXPENDITURES, ALL FUNDS				\$1,588,489	\$1,712,041	\$1,933,698

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Education Code Sections 66021.2, 69430-69439, 69506-69509.5, 69510-69519, 69522-69529.5, 69550-69551, 69560-69566, 69612-69615.8, 69618-69619, 69620-69628, 69760-69779, 69999.10-69999.30, 70020-70023, 70100-70110, 70120-70129 and Labor Code Section 4709.

MAJOR PROGRAM CHANGES

- The Budget proposes an increase of \$14.9 million General Fund in 2014-15 to allow students who have previously been denied a Cal Grant renewal award for financial reasons to reapply for the program no more than three academic years after receiving a new award.

DETAILED BUDGET ADJUSTMENTS

	2013-14*			2014-15*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Workload Budget Adjustments						
Other Workload Budget Adjustments						
• Employee Compensation Adjustment	\$161	\$-	-	\$168	\$-	-
• Retirement Rate Adjustment	49	-	-	49	-	-
• Remove Middle Class Scholarship Limited-Term Position	-	-	-	-109	-	-1.0
• Miscellaneous Adjustments	-2	-	-	-2	-	-
• Middle Class Scholarship Program Implementation	-	-	-	107,000	-	-
• Cal Grant Program Adjustment	3,409	-	-	103,349	-	-
• Assumption Program Loan for Education (APLE) Adjustment	-23	-	-	-104	-	-
• Child Development Teacher and Supervisor Grant Program Adjustment	-	-140	-	-	-140	-
• Financial Aid Technical Assistance Fund Adjustment	-	-150	-	-	-150	-

* Dollars in thousands, except in Salary Range.

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	2013-14*			2014-15*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
• Remove One-Time Student Loan Operating Fund for the Cal Grant Program	-	-	-	98,149	-98,149	-
• Decrease Cal Grant Program General Fund and Increase Student Loan Operating Fund	-	-	-	-60,000	60,000	-
• Remove One-Time TANF Reimbursements for the Cal Grant Program	-	-	-	541,712	-541,712	-
• Decrease Cal Grant General Fund and Increase TANF Reimbursement	-	-	-	-544,928	544,928	-
Totals, Other Workload Budget Adjustments	\$3,594	-\$290	-	\$245,284	-\$35,223	-1.0
Totals, Workload Budget Adjustments	\$3,594	-\$290	-	\$245,284	-\$35,223	-1.0
Policy Adjustments						
• Expand Cal Grant Renewal Award Eligibility	\$-	\$-	-	\$14,900	\$-	-
Totals, Policy Adjustments	\$-	\$-	-	\$14,900	\$-	-
Totals, Budget Adjustments	\$3,594	-\$290	-	\$260,184	-\$35,223	-1.0

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Awards Granted/Proposed

	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>
Entitlement Awards:			
Number	218,266	237,895	253,280
Amount	\$1,433,182	\$1,545,411	\$1,650,208
Competitive Awards:			
Number	36,020	39,370	42,121
Amount	\$95,726	\$104,573	\$113,963
Other Programs:			
Cal Grant C:			
Number	6,431	8,468	9,522
Amount	\$4,333	\$5,787	\$6,440
Middle Class Scholarship Program			
Number	0	0	176,300
Amount	\$0	\$0	\$107,000
Student Opportunity and Access Program:			
Number (consortia)	14	14	14
Amount	\$7,198	\$7,721	\$7,721
Assumption Program of Loans for Education:			
Number ¹	6,951	6,317	6,292
Amount	\$21,593	\$20,728	\$20,632
Graduate Assumption Program of Loans for Education:			
Number ¹	8	12	6
Amount	\$16	\$24	\$12
State Nursing Assumption Program of Loans for Education for Nursing Faculty:			
Number ¹	91	90	90
Amount	\$713	\$723	\$750
Law Enforcement Personnel Dependents Scholarships:			
Number	7	7	7
Amount	\$50	\$45	\$45
Child Development Teacher and Supervisor Grant Program:			
Number	181	89	89
Amount	\$277	\$137	\$137
Chafee Foster Youth Program			
Number	2,322	2,228	2,228
Amount	\$11,398	\$11,631	\$11,631
Cash for College			
Number (Regional Coordinating Offices)	7	7	7
Amount	\$325	\$328	\$328
National Guard Education Assistance Award Program			
Number	297	284	284
Amount	\$2,147	\$2,503	\$2,503
John R. Justice Grant Program			
Number	188	174	174
Amount	\$127	\$127	\$127
Total:			
Number	270,783	294,955	490,414
Amount	\$1,577,085	\$1,699,738	\$1,921,497

¹ Number of awards represents only those students receiving loan repayments from the program. As a result, new awards are not reflected in this table.

Authority

Labor Code Section 4709

Education Code Sections 69430-69440, 69530-69547, 69560-69566, 69612-69615, 69618-69619, 69620-62628, 70020-70023

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PROGRAM DESCRIPTIONS

15 - FINANCIAL AID GRANTS PROGRAM

This program provides grants and other specialized financial aid to help undergraduate and graduate students pay educational expenses. Awards are coordinated with other available award sources including federal Pell Grants. The financial aid grant programs are described below.

CAL GRANT A and B

The maximum award for new Cal Grant A and B recipients in 2014-15 is equal to the mandatory systemwide tuition at the University of California (UC) and the California State University (CSU), \$8,056 at private, non-profit institutions, and private, for-profit institutions that are accredited by the Western Association of Schools and Colleges (WASC) as of July 1, 2012, and \$4,000 at private, for-profit institutions that are not WASC accredited as of July 1, 2012. Renewal award recipients at private, for-profit and non-profit institutions will continue to receive an award amount of \$4,000 to \$9,223 depending on when they received their first award.

Entitlement Awards

Cal Grant entitlement awards are guaranteed to students who graduate from high school in 2000-01, or beyond, and meet financial, academic, and general program eligibility requirements.

- Cal Grant A provides tuition and fee funding to eligible lower income high school graduates who have at least a 3.0 grade point average (GPA) on a four-point scale.
- Cal Grant B provides funds to eligible low-income disadvantaged high school graduates who have at least a 2.0 GPA on a four-point scale. The award provides up to \$1,473 for book and living expenses for the first year and each year following for up to four years. After the first year, the award also provides for tuition and fees at qualifying postsecondary institutions.
- The California Community College Transfer Award provides a Cal Grant A or B award to eligible high school graduates who have a community college GPA of at least 2.4 on a four-point scale.

Competitive Awards

There are 22,500 Cal Grant A and B competitive awards available to applicants who meet financial, academic, and general program eligibility requirements. Half of these awards (11,250) are offered to those applicants who did not receive an entitlement award and meet the March 2 deadline. The remaining 11,250 awards are offered to students who are enrolled at a California Community College and meet the September 2 deadline.

OTHER AWARDS

- The Cal Grant C Program provides funding for financially eligible lower income students preparing for occupational or technical training. The authorized number of new awards is 7,761. For new and renewal recipients, the current tuition and fee award is up to \$2,462 and the allowance for training--related costs is \$547.
- The Middle Class Scholarship Program provides a scholarship to UC and CSU students with family incomes of up to \$150,000. The scholarship amount is limited to no more than 40 percent of the UC or CSU mandatory systemwide tuition and fees. The individual award amount is determined after any other publicly funded financial aid is received. The program will be phased in over four years, with full implementation in 2017-18. The program is funded from the General Fund.
- The Assumption Program of Loans for Education (APLE) allows the State to issue agreements for loan assumptions annually to students and district interns who are pursuing careers in teaching and credentialed teachers teaching at schools ranked in the lowest 20 percentile of the Academic Performance Index (API). Through APLE, a participant who teaches a total of four years can receive up to \$11,000 toward outstanding student loans. APLE participants who provide the designated teaching service in the areas of math, science, or education specialist instruction in a school ranked in the lowest 60 percentile of the API may be eligible to receive an additional \$1,000 per year in loan assumption benefits. Participants meeting this requirement who provide teaching service in a California public school that is ranked in the lowest 20 percentile of the API may be eligible to receive an additional \$1,000 per year for a possible total loan assumption benefit of up to \$19,000. Beginning in 2012-13, no new APLE warrants have been issued; only renewals will continue to be funded.
- The Graduate Assumption Program of Loans for Education (Graduate APLE) allows the State to issue loan assumption agreements to Californians pursuing graduate degrees at postsecondary institutions. A participant who teaches for three years at a regionally accredited California college or university can receive up to \$6,000 toward outstanding student loans. Since 2003-04, no new warrants have been issued; only renewals will continue to be funded.
- The State Nursing Assumption Program of Loans for Education (SNAPLE NF), for nursing faculty, allows the State to issue agreements for loan assumptions to persons who have completed at least a baccalaureate degree in nursing or a field related to nursing and agreed to teach at one or more regionally accredited, eligible California colleges or universities. Through SNAPLE NF, a participant can receive up to \$8,333 annually for three years toward outstanding student loans for a total loan assumption of up to \$25,000. Beginning in 2012-13, no new SNAPLE NF warrants will be issued; only renewals will continue to be funded.
- The Child Development Teacher and Supervisor Grant Program provides grants to recipients who intend to teach or supervise in the field of child care and development in a licensed children's center. Recipients attending a California Community College may receive up to \$1,000 annually and recipients attending a four-year college may receive up to \$2,000 annually for a total of \$6,000. This program is funded from federal funds through an agreement with the State Department of Education.

* Dollars in thousands, except in Salary Range.

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- The California Chafee Grant Program provides grants of up to \$5,000 to eligible foster youth who are enrolled in college or vocational school at least half-time. New and renewal awards are assigned based on available funding. This program is funded from federal funds and the General Fund through an agreement with the State Department of Social Services.
- The California National Guard Education Assistance Award Program provides funding for active members of the California National Guard, the State Military Reserve, or the Naval Militia who seek a certificate, degree, or diploma. Recipients attending the University of California or California State University may receive up to the amount of a Cal Grant A award. Recipients attending a community college may receive up to the amount of a Cal Grant B award. Recipients attending a private institution may receive up to the amount of a Cal Grant A award for a student attending the University of California. An award used for graduate studies may not exceed the maximum amount of a Cal Grant A award plus \$500 for books and supplies. This program is funded from the General Fund through an agreement with the California Military Department.
- The Law Enforcement Personnel Dependents (LEPD) Scholarship Program provides college grants equivalent to Cal Grant amounts to dependents of: California law enforcement officers, officers and employees of the Department of Corrections and Rehabilitation, and firefighters killed or permanently disabled in the line of duty. This program is funded from the General Fund.
- The John R. Justice Program provides loan repayments to eligible recipients currently employed as California prosecutors or public defenders who commit to continued employment in that capacity for at least three years. Recipients may receive up to \$5,000 of loan repayment disbursed annually to their lending institutions. This program is federally funded through an agreement with the Office of Emergency Services.

OTHER PROGRAMS

- The California Student Opportunity and Access Program (Cal-SOAP), through intersegmental consortia, provides financial aid outreach and tutoring services to disadvantaged K-12 students, increases their access to postsecondary education, and informs students about opportunities for Career Technical Education. Cal-SOAP also assists the matriculation of community college students to four-year institutions. There are 14 Cal-SOAP consortia operating in 16 locations throughout California. This program is federally funded.
- Cash for College provides financial aid workshops to assist low-income students with completing the Free Application for Federal Student Aid and the Cal Grant GPA Verification Form, as well as providing other financial aid information. This program is federally funded.

50 - CALIFORNIA LOAN PROGRAM

Passage of the federal Health Care and Education Affordability Reconciliation Act of 2010 terminated the Federal Family Education Loan Program (FFELP) in July 2010 in favor of the Direct Loan Program where all loans originate from the United States Treasury. The United States Department of Education terminated its designation of the Commission as the guaranty agency and transferred that designation to a private entity on November 1, 2010.

DETAILED EXPENDITURES BY PROGRAM

		2012-13*	2013-14*	2014-15*
PROGRAM REQUIREMENTS				
15	FINANCIAL AID GRANTS PROGRAM			
	State Operations:			
0001	General Fund	\$10,528	\$11,544	\$11,442
0890	Federal Trust Fund	256	258	258
0995	Reimbursements	<u>458</u>	<u>501</u>	<u>501</u>
	Totals, State Operations	\$11,242	\$12,303	\$12,201
	Local Assistance:			
0001	General Fund	\$659,975	\$1,030,703	\$1,287,395
0784	Student Loan Operating Fund	84,657	98,149	60,000
0890	Federal Trust Fund	14,750	14,776	14,776
0995	Reimbursements	<u>817,703</u>	<u>556,110</u>	<u>559,326</u>
	Totals, Local Assistance	\$1,577,085	\$1,699,738	\$1,921,497
PROGRAM REQUIREMENTS				
50	CALIFORNIA LOAN PROGRAM			
	State Operations:			
0784	Student Loan Operating Fund	<u>\$162</u>	<u>\$-</u>	<u>\$-</u>
	Totals, State Operations	\$162	\$-	\$-
TOTALS, EXPENDITURES				
	State Operations	11,404	12,303	12,201
	Local Assistance	<u>1,577,085</u>	<u>1,699,738</u>	<u>1,921,497</u>
	Totals, Expenditures	\$1,588,489	\$1,712,041	\$1,933,698

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EXPENDITURES BY CATEGORY

1 State Operations	Positions			Expenditures		
	2012-13	2013-14	2014-15	2012-13*	2013-14*	2014-15*
PERSONAL SERVICES						
Authorized Positions (Equals Sch. 7A)	91.5	117.7	116.7	\$5,719	\$7,079	\$7,221
Total Adjustments	-	-	-	-	117	117
Net Totals, Salaries and Wages	91.5	117.7	116.7	\$5,719	\$7,196	\$7,338
Staff Benefits	-	-	-	\$2,485	\$3,054	\$3,114
Totals, Personal Services	91.5	117.7	116.7	\$8,204	\$10,250	\$10,452
OPERATING EXPENSES AND EQUIPMENT				\$3,200	\$2,053	\$1,749
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$11,404	\$12,303	\$12,201

2 Local Assistance	Expenditures		
	2012-13*	2013-14*	2014-15*
Entitlement Awards	\$1,433,182	\$1,545,411	\$1,650,208
Competitive Awards	95,726	104,573	113,963
OTHER AWARDS:			
Cal Grant C	4,333	5,787	6,440
Middle Class Scholarship Program	-	-	107,000
Assumption Program of Loans for Education	21,593	20,728	20,632
Graduate Assumption Program of Loans for Education	16	24	12
State Nursing Assumption Program of Loans for Education for Nursing Faculty	713	723	750
Law Enforcement Personnel Dependents Scholarships	50	45	45
Child Development Teacher and Supervisor Grant Program	277	137	137
California Chafee Program	11,398	11,631	11,631
National Guard Education Assistance Award Program	2,147	2,503	2,503
John R. Justice Grant Program	127	127	127
OUTREACH:			
Student Opportunity and Access Program	7,198	7,721	7,721
Cash for College	325	328	328
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$1,577,085	\$1,699,738	\$1,921,497

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS

1 STATE OPERATIONS	2012-13*	2013-14*	2014-15*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$-	\$11,336	\$11,442
Allocation for employee compensation	-	161	-
Adjustment per Section 3.60	-	49	-
Adjustment per Section 4.05	-	-2	-
001 Budget Act appropriation (Renumbered from Item 7980-001-0001)	10,870	-	-
Allocation for employee compensation	41	-	-
Adjustment per Section 3.60	159	-	-
Adjustment per Section 3.90	-398	-	-

* Dollars in thousands, except in Salary Range.

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1 STATE OPERATIONS	2012-13*	2013-14*	2014-15*
Adjustment per Section 15.25	-7	-	-
Totals Available	\$10,665	\$11,544	\$11,442
Unexpended balance, estimated savings	-137	-	-
TOTALS, EXPENDITURES	\$10,528	\$11,544	\$11,442
0784 Student Loan Operating Fund			
APPROPRIATIONS			
Education Code Section 69766 (Education Fund other support)	\$162	\$-	\$-
TOTALS, EXPENDITURES	\$162	\$-	\$-
0890 Federal Trust Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$-	\$258	\$258
001 Budget Act appropriation (Renumbered from Item 7980-001-0890)	259	-	-
Budget Adjustment	-3	-	-
TOTALS, EXPENDITURES	\$256	\$258	\$258
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	\$458	\$501	\$501
3247 Financial Aid Technical Assistance Fund			
APPROPRIATIONS			
001 Budget Act appropriation	\$-	\$150	\$-
Totals Available	\$-	\$150	\$-
Unexpended balance, estimated savings	-	-150	-
TOTALS, EXPENDITURES	\$-	\$-	\$-
TOTALS, EXPENDITURES, ALL FUNDS (State Operations)	\$11,404	\$12,303	\$12,201
2 LOCAL ASSISTANCE			
0001 General Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$-	\$1,027,317	\$1,287,395
Revised expenditure authority per Provision 4	-	3,386	-
101 Budget Act appropriation (Renumbered from Item 7980-101-0001)	698,852	-	-
Totals Available	\$698,852	\$1,030,703	\$1,287,395
Unexpended balance, estimated savings	-38,877	-	-
TOTALS, EXPENDITURES	\$659,975	\$1,030,703	\$1,287,395
0784 Student Loan Operating Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$-	\$98,149	\$60,000
101 Budget Act appropriation as amended by Chapter 29, Statutes of 2012 (Renumbered from Item 7980-101-0784)	84,657	-	-
TOTALS, EXPENDITURES	\$84,657	\$98,149	\$60,000
0890 Federal Trust Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$-	\$14,776	\$14,776
101 Budget Act appropriation (Renumbered from Item 7980-101-0890)	14,776	-	-
Budget Adjustment	-26	-	-
TOTALS, EXPENDITURES	\$14,750	\$14,776	\$14,776
0995 Reimbursements			
APPROPRIATIONS			
Reimbursements	\$817,703	\$556,110	\$559,326
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)	\$1,577,085	\$1,699,738	\$1,921,497

* Dollars in thousands, except in Salary Range.

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2 LOCAL ASSISTANCE	2012-13*	2013-14*	2014-15*
TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Local Assistance)	\$1,588,489	\$1,712,041	\$1,933,698

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2012-13	2013-14	2014-15	2012-13*	2013-14*	2014-15*
Totals, Authorized Positions	91.5	117.7	116.7	\$5,719	\$7,079	\$7,221
Salary Adjustments	-	-	-	-	117	117
Total Adjustments	-	-	-	\$-	\$117	\$117
TOTALS, SALARIES AND WAGES	91.5	117.7	116.7	\$5,719	\$7,196	\$7,338

* Dollars in thousands, except in Salary Range.