### CALIFORNIA STUDENT AID COMMISSION 2012-13 CAL GRANT PROGRAM RECIPIENTS



Legislative Report Requirement Section 8 of Senate Bill 1644 (Chapter 403, Statutes of 2000)

### INTRODUCTION

Section 8 of Senate Bill 1644 (Chapter 403, Statutes of 2000) requires that the California Student Aid Commission (Commission) annually report to the Legislature and Governor on the number of Cal Grant applicants and new and continuing recipients each year. The data shall include at a minimum the following recipient information: educational level, grade point average, and segment of attendance.

The Commission is the state's principal provider of intersegmental statewide grant aid to postsecondary students. Founded in 1955 as the California State Scholarship Commission, the Commission's primary programmatic responsibilities include administration of the Cal Grant Program, the Chafee Grant Program and several targeted state scholarship and loan assumption programs. The Commission administers financial aid awareness and outreach programs, such as Cal-SOAP and Cash for College, in collaboration with business, private industry, and community-based organizations.

The Commission consists of 15 appointed members. Eleven members are appointed by the Governor and represent segments of the State's higher education community, postsecondary education students, and the general public. In addition, the Speaker of the Assembly and the Senate Rules Committee each appoint two Commission members as representatives of the general public.

In its policy decision-making, the Commission receives advice and recommendations from its staff and from ad hoc committees comprised of individuals that represent colleges and universities, secondary schools, student groups, the business community, lending institutions, and various levels of government. The Commission's strong tradition of public participation stems from its commitment to continuous improvement and responsiveness in the development and delivery of its financial aid programs and services.

With the transfer of the state's federal student loan program to Educational Credit Management Corporation (ECMC), the Commission has benefited from a public-private partnership with ECMC. ECMC is providing services to the Commission and has provided over \$345 million to the Cal Grant Program and \$1 million to the Cash for College scholarship program.

### BACKGROUND

On September 11, 2000, Senate Bill 1644 (Chapter 403, Statutes of 2000), also known as the Ortiz-Pacheco-Poochigian-Vasconcellos Cal Grant Program, was signed into law. This historic bill changed the Cal Grant Program, which previously consisted of Cal Grant A awards, Cal Grant B awards, Cal Grant C awards, and Cal Grant T awards. The Cal Grant Program currently consists of the following components: High School Entitlement Cal Grant A and B awards, California Community College Transfer Entitlement Cal Grant A and B awards, Competitive Cal Grant A and B awards, and the existing Cal Grant C award.

Schools or postsecondary institutions seeking to participate in the Cal Grant Program must meet various statutory eligibility requirements. Since 2011-12, an additional requirement for institutional eligibility was implemented which required schools to meet a federal student loan three-year Cohort Default Rate threshold. Beginning in 2012-13, a second requirement for institutional eligibility was implemented which required schools to meet a graduation rate

threshold. Eligible Cal Grant schools received Cal Grant funds for new and renewal Cal Grant recipients. Ineligible Cal Grant schools received Cal Grant funds only for renewal Cal Grant recipients who attended the same school prior to the school becoming ineligible and who continued at the school in 2012-13. However, the maximum Cal Grant award was reduced by 20 percent.

Renewing Cal Grant recipients must meet various statutory eligibility requirements in order to continue in the Cal Grant Program. Since 2011-12, California law redefined the way that a renewing recipient's financial need would be determined. Renewing recipients had to meet Income and Asset Ceilings and minimum need criteria to satisfy the financial need requirement.

Cal Grant A awards provide for full systemwide fees at the California State University and the University of California, as well as tuition support at eligible independent California colleges and universities and private career colleges to qualified low- and middle-income students. Cal Grant B awards provide funds to qualified low-income disadvantaged students. For first-year students, Cal Grant B awards provide up to \$1,473 for books and living expenses. Beginning with the recipient's second year of attendance, the Cal Grant B award also helps pay for tuition and fees at eligible Cal Grant schools. For new and renewal recipients at the California State University, the 2012-13 systemwide fee was \$5,472. At the University of California, the 2012-13 systemwide fee was \$12,192. For new and renewal recipients at eligible independent California colleges and universities and private career colleges, both the Cal Grant A and B awards provided up to a maximum tuition and fee grant of \$9,223. Renewal recipients at ineligible independent California colleges and universities and private career colleges.

### **APPLICATION PROCESS**

Applicants must meet multiple criteria to qualify. Submitting both the Free Application for Federal Student Aid (FAFSA) and the Cal Grant Grade Point Average (GPA) Verification Form by the statutory deadlines is the first step for students to be considered for a Cal Grant award. Over the 1,312,400 students who were successful in completing this first step in the 2012-13 award year, over 827,100, or 63 percent, did not meet the financial and basic eligibility criteria. The basic eligibility criteria that students failed to meet include not being a California resident, not listing a California college or university seeking to participate in the Cal Grant Program on the FAFSA, and having already graduated with a bachelor's degree.

In addition to meeting financial and basic eligibility criteria, there are academic and other requirements specific to each component as indicated below.

### High School Entitlement Cal Grant A and B Awards

The 2012-13 new High School Entitlement Cal Grant A and B awards were guaranteed to students who graduated from high school in 2010-11 or 2011-12. The High School Entitlement Cal Grant A and B awards required a minimum 3.0 and 2.0 GPA, respectively.

Beginning with the 2008-09 award year, new High School Entitlement Cal Grant recipients were required to provide confirmation of high school graduation prior to the Commission disbursing any Cal Grant funds.

### California Community College Transfer Entitlement Cal Grant A and B Awards

The 2012-13 new California Community College Transfer Entitlement (Transfer Entitlement) Cal Grant A and B awards were guaranteed to every student who graduated from a California high school or its equivalent after June 30, 2000, was a California resident at the time of high school graduation, transferred to a qualifying baccalaureate-degree granting institution from a California Community College during the award year, was under the age of 28 at the time of the transfer, and had a minimum California Community College GPA of 2.4.

Beginning with the 2006-07 award year, new Transfer Entitlement Cal Grant recipients were required to provide confirmation of meeting the above eligibility requirements prior to the Commission disbursing any Cal Grant funds. Also, 10 percent of the new and renewal awards were randomly selected for campus-level verification that the recipients met the eligibility requirements prior to the Commission disbursing any Cal Grant funds.

### **Competitive Cal Grant A and B Awards**

The 2012-13 new Competitive Cal Grant A and B awards were available to California students who did not receive a new High School or Transfer Entitlement Cal Grant award. The Competitive Cal Grant A awards required a minimum 3.0 high school GPA or a minimum 2.4 college GPA. The Competitive Cal Grant B awards required a minimum 2.0 high school or college GPA. Qualifying applicants competed for the 22,500 Competitive Cal Grant A and B awards. Fifty percent of these awards were available to all applicants who met the eligibility criteria and applied by the March 2<sup>nd</sup> application deadline. The remaining fifty percent were reserved for students who enrolled at a California Community College and applied by the September 2<sup>nd</sup> application deadline.

### Cal Grant C Awards

The 2012-13 new Cal Grant C awards were available to low- and middle-income students receiving occupational or technical training in a course that was at least four months long. Qualifying applicants who completed and returned a Cal Grant C Supplement competed for 7,761 Cal Grant C awards. For new and renewal recipients, the tuition and fee award was up to \$2,462 and the allowance for training-related costs (such as: books, tools and equipment) was \$547.

### ELIGIBLE APPLICANTS AND RECIPIENTS

In the 2012-13 award year, of the approximately 1,312,400 students who applied for a new Cal Grant, over 485,200, or 37 percent, qualified for a Cal Grant award. Of the over 485,200 qualified applicants, nearly 190,300 were offered a Cal Grant award.

The following tables summarize the 2012-13 new and continuing Cal Grant recipients. These recipients may have attended an eligible or ineligible Cal Grant school. These statistics do not reflect the actual number of recipients who ultimately used their Cal Grant (received payment) to attend college.

Note: This report as well as other reports produced by the Commission can be viewed on the Commission's Website at <u>www.csac.ca.gov</u>.

### ACRONYMS

These acronyms are used in the following tables:

- CCC California Community Colleges
- CSU California State University
- ICU Independent Colleges and Universities
- PCC Private Career Colleges
- UC University of California

### NOTES

- **TABLE 3**Although new September Competitive Cal Grant awards are offered to<br/>students enrolled at a California Community College meeting the September<br/> $2^{nd}$  deadline, the data reflects recipients who subsequently transfer from the<br/>community colleges to tuition-charging institutions.
- **TABLE 5**Cal Grant C applicants are not required to submit a GPA.
- **TABLE 6**The educational level is the self-reported grade level the student indicates on<br/>the Free Application for Federal Student Aid.
- **TABLE 12** The Average GPA for Cal Grant C and All Components is an average of the reported GPAs.

## TABLE 1Cal Grant Program2012-13 New and Renewal Recipients by Award Type

Recipients	Cal Grant	A	Cal Gra	nt B	Cal Grant C		All Compo	onents
New	52,578	28%	128,426	67%	9,288	5%	190,292	100%
Renewal	71,835	35%	126,243	62%	5,879	3%	203,957	100%
All	124,413	32%	254,669	65%	15,167	4%	394,249	100%

## TABLE 2Cal Grant Program2012-13 New and Renewal Recipients by Component

Recipients	High School Entitlement		Transfer Entit	lement	March Com	petitive	September Corr	npetitive	Cal Gran	t C	All Compo	onents
New	119,547	63%	35,220	19%	,	7%	-, -	7%	9,288	5%	190,292	100%
Renewal	155,537	76%	11,304	6%	12,398	6%	18,839	9%	5,879	3%	203,957	100%
All	275,084	70%	46,524	12%	25,362	6%	32,112	8%	15,167	4%	394,249	100%

TABLE 3
Cal Grant Program
2012-13 New and Renewal Recipients by Component and Segment

			Ca	al Grant A				С	al Grant B					
Segment	Status	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	Cal Grant C	All Compo	onents
CCC	New Renewal Total	4,611 5,484 10,095	32 26 58	254 240 494	483 427 910	5,380 6,177 11,557	41,558 41,416 82,974	169 25 194	6,841 6,663 13,504	12,739 15,276 28,015	61,307 63,380 124,687	6,030 4,218 10,248	72,717 73,775 146,492	38% 36% 37%
UC	New Renewal Total	19,705 31,619 51,324	1,842 1,156 2,998	24 47 71	3 46 49	21,574 32,868 54,442	1,670 7,016 8,686	4,731 1,879 6,610	279 555 834	4 631 635	6,684 10,081 16,765	3 3 6	28,261 42,952 71,213	15% 21% 18%
CSU	New Renewal Total	8,420 14,752 23,172	5,131 1,832 6,963	55 170 225	152 152	13,606 16,906 30,512	28,491 34,752 63,243	18,382 4,609 22,991	1,125 1,481 2,606	16 1,583 1,599	48,014 42,425 90,439	0	61,620 59,331 120,951	32% 29% 31%
ICU	New Renewal Total	8,421 12,559 20,980	1,158 618 1,776	124 206 330	8 97 105	9,711 13,480 23,191	2,199 2,692 4,891	2,565 896 3,461	545 624 1,169	16 471 487	5,325 4,683 10,008	100 79 179	15,136 18,242 33,378	8% 9% 8%
PCC	New Renewal Total	1,007 1,661 2,668	294 134 428	1,006 591 1,597	18 18	2,307 2,404 4,711	3,465 3,586 7,051	916 129 1,045	2,711 1,821 4,532	4 138 142	7,096 5,674 12,770	3,155 1,579 4,734	12,558 9,657 22,215	7% 5% 6%
All Segments	New Renewal Total	42,164 66,075 108,239	8,457 3,766 12,223	1,463 1,254 2,717	494 740 1,234	52,578 71,835 124,413	77,383 89,462 166,845	26,763 7,538 34,301	11,501 11,144 22,645	12,779 18,099 30,878	128,426 126,243 254,669	9,288 5,879 15,167	190,292 203,957 394,249	100% 100% 100%

## TABLE 4Cal Grant Program2012-13 New RecipientsHighest School Completed by Father and/or Mother by Component and Educational Level

		Ca	al Grant A				С	al Grant B				
Highest School Completed by Recipient's Father and/or Mother	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	Cal Grant C	All Components
High School or less	47%	42%	61%	64%	47%	58%	46%	61%	60%	56%	49%	53%
College or beyond	45%	53%	18%	10%	45%	26%	46%	16%	16%	28%	39%	33%
Unknown	8%	5%	21%	26%	8%	16%	8%	23%	24%	16%	12%	14%
Recipients	42,164	8,457	1,463	494	52,578	77,383	26,763	11,501	12,779	128,426	9,288	190,292

### TABLE 5

#### Cal Grant Program 2012-13 New Recipients by Component and Grade Point Average (GPA)

		Ca	al Grant A				С	al Grant B					
GPA	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	Cal Grant C	All Comp	ponents
3.75 - 4.00	10,933	780	443	170	12,326	2,588	1,676	2,897	3,057	10,218	454	22,998	12.1%
3.50 - 3.74	10,520	1,096	331	124	12,071	4,960	2,714	2,333	2,606	12,613	458	25,142	13.2%
3.25 - 3.49	10,242	1,530	287	85	12,144	7,615	4,216	2,357	2,451	16,639	618	29,401	15.5%
3.00 - 3.24	10,469	1,827	238	74	12,608	11,275	5,648	2,085	2,413	21,421	746	34,775	18.3%
2.75 - 2.99		1,637	127	34	1,798	13,642	5,786	1,119	1,335	21,882	757	24,437	12.8%
2.50 - 2.74		1,219	30	7	1,256	14,320	5,123	564	721	20,728	686	22,670	11.9%
2.25 - 2.49		368	7		375	12,136	1,600	145	183	14,064	655	15,094	7.9%
2.00 - 2.24						10,847		1	13	10,861	485	11,346	6.0%
Less than 2.00 Not reported											439 3,990	439 3,990	0.2% 2.1%
All GPAs	42,164	8,457	1,463	494	52,578	77,383	26,763	11,501	12,779	128,426	9,288	190,292	100.0%

## TABLE 6Cal Grant Program2012-13 New Recipients by Component and Educational Level

		Ca	al Grant A				C	al Grant B					
Educational Level	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	Cal Grant C	All Comp	oonents
Freshman	41,118	448	1,012	228	42,806	75,651	388	3,087	6,405	85,531	4,203	132,540	69.7%
Sophomore	1,044	999	284	265	2,592	1,723	3,169	6,137	6,370	17,399	4,608	24,599	12.9%
Junior	2	5,544	98		5,644	9	16,387	1,212	2	17,610	161	23,415	12.3%
Senior		1,466	69	1	1,536		6,819	1,065	2	7,886	316	9,738	5.1%
All Levels	42,164	8,457	1,463	494	52,578	77,383	26,763	11,501	12,779	128,426	9,288	190,292	100.0%

## TABLE 7Cal Grant Program2012-13 New Recipients by Component and Dependency Status

		Ca	al Grant A				С	al Grant B					
Dependency Status	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	Cal Grant C	All Comp	onents
Dependent Independent	41,154 1,010	7,964 493	125 1,338	36 458	49,279 3,299	68,932 8,451	10,501 16,262	1,955 9,546	3,507 9,272	84,895 43,531		135,591 54,701	71.3% 28.7%
All Statuses	42,164	8,457	1,463	494	52,578	77,383	26,763	11,501	12,779	128,426	9,288	190,292	100.0%

# TABLE 8Cal Grant Program2012-13 New Dependent Recipientsby Component and Parental Income

		Ca	I Grant A				Ca	al Grant B					
Parental Income Level	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	Cal Grant C	All Compo	onents
Under \$12,000	3,910	27	52	7	3,996	19,216	2,994	946	1,626	24,782	367	29,145	21%
\$12,000 - \$23,999	5,470	34	44	3	5,551	21,678	3,180	669	1,281	26,808	255	32,614	24%
\$24,000 - \$35,999	5,188	130	15	5	5,338	18,138	2,863	292	513	21,806	252	27,396	20%
\$36,000 - \$47,999	6,843	1,448	7	14	8,312	9,221	1,372	47	84	10,724	210	19,246	14%
\$48,000 - \$59,999	8,086	2,565	6	7	10,664	679	92	1	3	775	148	11,587	9%
\$60,000 - \$71,999	6,931	2,292	1		9,224					0	106	9,330	7%
\$72,000 - \$83,999	4,001	1,219			5,220					0	63	5,283	4%
\$84,000 - \$92,999	725	249			974					0	16	990	1%
All Levels	41,154	7,964	125	36	49,279	68,932	10,501	1,955	3,507	84,895	1,417	135,591	100%

# TABLE 9Cal Grant Program2012-13 New Independent Recipientsby Component and Student Income

		Ca	al Grant A				Ci	al Grant B					
Student Income Level	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	Cal Grant C	All Compo	onents
Under \$6,000	874	72	288	1	1,235	7,617	6,664	3,426	3,381	21,088	2,741	25,064	46%
\$6,000 - \$11,999	47	39	120	3	209	396	3,651	1,637	1,497	7,181	1,160	8,550	16%
\$12,000 - \$17,999	22	29	107	3	161	150	2,800	1,381	1,373	5,704	1,147	7,012	13%
\$18,000 - \$23,999	17	28	102	1	148	104	1,829	1,248	1,184	4,365	935	5,448	10%
\$24,000 - \$29,999	3	10	77		90	93	1,042	846	922	2,903	599	3,592	7%
\$30,000 - \$35,999	4	18	104	46	172	45	213	665	587	1,510	306	1,988	4%
\$36,000 - \$41,999	3	58	186	129	376	32	54	280	260	626	212	1,214	2%
\$42,000 - \$47,999	8	77	172	141	398	11	9	54	55	129	196	723	1%
\$48,000 and over	32	162	182	134	510	3		9	13	25	575	1,110	2%
All Levels	1,010	493	1,338	458	3,299	8,451	16,262	9,546	9,272	43,531	7,871	54,701	100%

### TABLE 10Cal Grant Program2012-13 New Recipients by Component and Age

		Ca	al Grant A				С	al Grant B					
Age	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	Cal Grant C	All Compo	onents
18 or under	33,639	64	8	15	33,726	56,691	50	35	718	57,494	100	91,320	48%
19	8,109	155	6	10	8,280	18,859	151	114	782	19,906	204	28,390	15%
20 -23	393	7,803	215	16	8,427	1,684	12,106	2,635	3,064	19,489	1,828	29,744	16%
24		94	54	9	157	12	5,125	424	433	5,994	576	6,727	4%
25 - 29	10	341	306	82	739	46	9,331	2,316	2,353	14,046	2,318	17,103	9%
30 or over	13		874	362	1,249	91		5,977	5,429	11,497	4,262	17,008	9%
All Ages	42,164	8,457	1,463	494	52,578	77,383	26,763	11,501	12,779	128,426	9,288	190,292	100%

## TABLE 11Cal Grant Program2012-13 New Recipients by Component and Gender

		Ca	al Grant A				С	al Grant B					
Gender	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	Cal Grant C	All Compo	onents
Female Male	26,154 16,010	4,746 3,711	1,124 339	371 123	32,395 20,183		14,426 12,337	8,477 3,024	8,803 3,976	77,562 50,864	6,005 3,283		61% 39%
All Genders	42,164	8,457	1,463	494	52,578	,	26,763	11,501	12,779	128,426	9,288	190,292	100%

### TABLE 12

### Cal Grant Program 2012-13 New Recipients Average GPA, Income, and Age by Component and Segment

	Category	Cal Grant A					Cal Grant B						
Segment		High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	High School Entitlement	Transfer Entitlement	March Competitive	September Competitive	Total	Cal Grant C	All Components
CCC	Average GPA Average Income Average Age	3.34 \$59,425 18 4,611	3.13 \$58,308 21 32	3.52 \$44,925 38 254	3.54 \$44,086 36 483	3.37 \$57,356 21 5,380	2.68 \$17,562 18 41,558	3.03 \$17,370 23 169	3.40 \$11,929 33 6,841	3.39 \$13,031 30 12,739	2.91 \$15,991 22 61,307	2.87 \$17,725 32 6,030	2.94 \$19,195 23 72,717
UC	Recipients Average GPA Average Income Average Age Recipients	3.59 \$34,847 18 19,705	3.36 \$57,872 21 1,842	3.56 \$20,833 26 24	3.56 \$5,613 19 3	3,380 3.57 \$36,793 18 21,574	2.86 \$20,548 18 1,670	3.31 \$14,493 23 4,731	3.66 \$11,766 27 279	3.69 \$13,839 30 4	3.21 \$15,892 22 6,684	3.42 \$27,617 33 3	3.49 \$31,849 19 28,261
CSU	Average GPA Average Income Average Age Recipients	3.38 \$59,620 18 8,420	3.07 \$59,059 22 5,131	3.51 \$45,068 37 55	0	3.26 \$59,350 20 13,606	3.02 \$19,751 18 28,491	3.00 \$13,867 24 18,382	3.43 \$13,693 32 1,125	3.43 \$16,587 32 16	3.02 \$17,355 21 48,014	0	3.08 \$26,628 20 61,620
ICU	Average GPA Average Income Average Age Recipients	3.51 \$39,385 18 8,421	3.20 \$56,681 22 1,158	3.42 \$28,572 36 124	3.49 \$27,861 35 8	3.47 \$41,300 19 9,711	2.67 \$19,455 18 2,199	3.11 \$14,093 23 2,565	3.43 \$16,203 34 545	3.50 \$13,883 33 16	2.96 \$16,523 22 5,325	2.78 \$21,950 30 100	3.29 \$32,455 20 15,136
PCC	Average GPA Average Income Average Age Recipients	3.31 \$31,352 19 1,007	2.94 \$41,913 23 294	3.48 \$19,525 32 1,006	0	3.34 \$27,541 25 2,307	2.51 \$17,870 19 3,465	2.92 \$12,313 24 916	3.41 \$14,520 32 2,711	3.06 \$10,507 29 4	2.91 \$15,869 25 7,096	2.82 \$19,755 30 3,155	2.98 \$18,989 26 12,558
All Segments	Average GPA Average Income Average Age Recipients	3.50 \$43,305 18 42,164	3.15 \$57,876 22 8,457	3.49 \$25,683 33 1,463	3.54 \$43,589 36 494	3.44 \$45,161 19 52,578	2.80 \$18,500 18 77,383	3.06 \$13,968 24 26,763	3.41 \$12,911 32 11,501	3.39 \$13,036 30 12,779	2.97 \$16,511 22 128,426	2.85 \$18,463 32 9,288	3.10 \$24,522 22 190,292