



PART-WAY HOME TARGETED FINANCIAL AID (FOR ILLUSTRATION ONLY) WORKSHEET-II-INCREASE (NEW PROGRAM)

Status: OSBM_Draft

Reference Number: CI-SO8T
Budget Cycle: 2017-19
Budget Session: Short
Priority: 1
Recurrence: Recurring
Worksheet Type: Increase
Request Type: New program
Department/Agency: The University of North Carolina
BRU: University of North Carolina
Division/Institution: Not Applicable
Budget Code: 16011
Title: Part-Way Home Targeted Financial Aid (For Illustration Only)
Ibis ID: SO8T

Give a brief description of the item:	<p>Provides \$9 million for a new financial aid program targeted to help Part-Way Home (PWH) students complete their degree. PWH students are defined as having 30 or fewer credit hours remaining towards undergraduate degree completion. PWH students must maintain a minimum 2.5 GPA to be eligible for this targeted financial assistance. With an average unmet need of \$14,000 for PWH students, this funding allows for over 3,200 students to re-enroll in school and complete their degree.</p> <p>The University of Georgia implemented a similar program and found that 60% of students who re-enrolled after receiving targeted financial assistance completed their degree within one year. Over 82% completed their degree within two years.</p>
Problems/Issues being Addressed:	<p>The UNC System produces over 52,000 graduates annually and our six-year graduation rate of 63% exceeds the national average. However, too many students are leaving college with no degree while having to pay off their educational debt. During the last five years, over 9,000 students in the UNC System stopped attending school but were within one year of completing their degree. Results from a Noel Levitz Survey found that 42% of students who stopped out identified financial hardship as the main reason.</p>
Anticipated outcome/impact after implementation of changes:	<p>If this financial aid program achieves results similar to the University of Georgia, over 2,600 students each year will complete their degree who otherwise would not have finished college. By obtaining a bachelor's degree, these student will earn on average an additional \$14,000 per year in salary (Source: American Community Survey – Census Data). These students will also be much less likely to experience unemployment. The unemployment rate of people with a bachelor's degree is half that of people with some college education (4.4% vs. 9.6%) (American Community Survey).</p> <p>UNC campuses will track students who receive this targeted financial assistance and report graduation rates for one and two years after receiving the assistance.</p>

Relation to agency goals and agency key indicators:

This request directly supports the Governor's goal to increase the percentage of adults with a higher education degree from 39% to 55% by 2025.

This request is a key item associated with implementing the UNC Board of Governor's strategic plan goals including:

- Increasing access to education
- Reducing the average amount of student debt
- Reducing the average time to degree

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OSBM Narrative:

REQUIREMENTS

Fund Code	Cost Center	Account Number	Account Title	Actual 2016-2017	Authorized 2017-2018	2017-2018	R	2018-2019	R	2019-2020	2020-2021	2021-2022
0260		537106	RES-DIST IN LUMP SUM	\$0.00	\$0.00	\$0.00		\$9,000,000.00	R	\$9,000,000.00	\$9,000,000.00	\$9,000,000.00

SUMMARY

	Actual 2016-2017	Authorized 2017-2018	2017-2018	2018-2019	2019-2020	2020-2021	2021-2022
Total Requirements	\$0.00	\$0.00	\$0.00	\$9,000,000.00	\$9,000,000.00	\$9,000,000.00	\$9,000,000.00
Total Receipts	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Appropriation	\$0.00	\$0.00	\$0.00	\$9,000,000.00	\$9,000,000.00	\$9,000,000.00	\$9,000,000.00

BUDGET OVERVIEW

Requirements									
Fund Code	Account Number	Account Description	Actual 2016-2017	Authorized 2017-2018	2017-2018	2018-2019	2019-2020	2020-2021	2021-2022
0260	537106	RES-DIST IN LUMP SUM	\$0.00	\$0.00	\$0.00	\$9,000,000.00	\$9,000,000.00	\$9,000,000.00	\$9,000,000.00
Fund(0260)Totals			\$0.00	\$0.00	\$0.00	\$9,000,000.00	\$9,000,000.00	\$9,000,000.00	\$9,000,000.00

Receipts									

BUDGET OVERVIEW

1. Does this request require additional resources from another agency? N.A.
2. Does this change impact local government(s)? N.A.
3. Does this request require statutory changes or special provisions? N.A.
4. Does this request relate to a capital improvement project? N.A.
5. Does this request require additional space? N.A.
6. Does this request require additional vehicles from the state motor pool? N.A.
7. Does this request include an IT component? N.A.
8. If required per OSBM budget instructions, has the project been entered into the ITS PPM tool? N.A.