

Allocation Methodology - Financial Aid Categorical Funding:

Student Aid Administrative Allowance Program - \$.91 (SFAA - Restricted)

Using the Budget Act figure from provisional language for Student Financial Aid Administration (SFAA \$.91), the advance allocation is calculated based on the most recent full year of reconciled MIS financial aid data identifying unduplicated BOGFW recipients by college.

- Under long-standing BOG policy, the minimum guaranteed allocation is equal to \$12,500 per college. In addition, all colleges are guaranteed an allocation equal to 90% of prior the year allocations (provided adequate funding is available).
- By calculation, each college eligible for more than the guaranteed allocation, receives a “fair share” allocation based upon the unduplicated number of BOGFW recipients at the college as a percentage of the system-wide total for all colleges eligible to receive the fair share portion.
- Under BOG policy, penalties may apply for failing to return or de-obligate prior year funding and would offset SFAA - \$.91 future funding allocations for affected colleges.
 - Penalties may be appealed by affected colleges and waived based upon mitigating circumstances.
- Colleges are required to maintain at a minimum the Maintenance of Effort (MOE) financial aid administrative spending level specified in the budget act. This standard is tied to college/district Financial Aid Administrative spending for 2001-02 or 2006-07 whichever is greater.
- Revisions to the college allocations may be made during P-1, P-2 and R-1 to reflect any funding held returned or de-obligated for the current year and the re-distribution of that funding to colleges eligible for or requesting additional resources.

Student Aid Administrative Allowance - Capacity (SFAA - Restricted)

Using the Budget Act figure from provisional language for Student Financial Aid Administration (SFAA – Capacity), the advance allocations are based upon the most recent full year of reconciled MIS financial aid and enrollment data identifying unduplicated BOGFW recipients by college and MIS calculated total FTES¹ by college.

- Colleges receive a minimum guaranteed allocation of \$50,000.
- The remaining capacity funding is allocated equally based upon each college's FTES and BOGFW recipients as a percentage of the system-wide totals in each category. The weighting for distribution is 50% FTES and 50% BOGFW recipients.
 - By calculation, each college receives their “fair share” allocation of one half of the remaining funds after minimum allocations are made, based upon the unduplicated number of BOGFW recipients at the college as a percentage of the system-wide total for all colleges.
 - By calculation, each college receives their “fair share” allocation of one half of the remaining funds after minimum allocations are made, based upon the MIS calculated total FTES¹ at the college as a percentage of the system-wide total for all colleges.
- Under BOG policy, penalties may apply for failing to return or de-obligate prior year funding and would offset SFAA - Capacity future funding allocations for affected colleges.
 - Penalties may be appealed by affected colleges and waived based upon mitigating circumstances.
- Colleges are required to maintain a minimum Maintenance of Effort (MOE) financial aid administrative spending level specified in the budget act. This standard is tied to college/district Financial Aid Administrative spending for 2001-02 or 2006-07 whichever is greater.
- Revisions to the college allocations may be made during P-1, P-2 and R-1 to reflect any funding held returned or de-obligated for the current year and the re-distribution of that funding to colleges eligible for or requesting additional resources.

¹ Used the 2010-11 R-1 data from the 320 report for funding allocations in 2012-13

Board Financial Assistance Program - 2% (BFAP - Unrestricted)

Using the budget act figure from provisional language for Board Financial Assistance Program - 2%, the advance allocations are based upon the most recent full year of reconciled MIS financial aid data identifying the dollar value of fees waived for BOGFW recipients at each college.

- There is no minimum guaranteed allocation.
- All BFAP funding is allocated on a fair share basis based upon each college's dollar value of fees waived for BOGFW recipients as a percentage of the system-wide total.
- Under BOG policy, penalties may apply if a college fails to meet or exceed the specified MOE in the corresponding budget act provisional language for SFAA. Assessed penalties offset BFAP funding allocations for affected colleges.
 - For SFAA funding colleges are required to maintain a minimum Maintenance of Effort (MOE) financial aid administrative spending level specified in the budget act. This standard is tied to college/district Financial Aid Administrative spending for 2001-02 or 2006-07 whichever is greater.
 - Penalties may be appealed by affected colleges and waived based upon mitigating circumstances.
- Revisions to the college allocations may be made during P-1, P-2 and R-1 to reflect any funding held returned or de-obligated for the current year and the re-distribution of that funding to colleges eligible for or requesting additional resources.