

Table 1. President's February 2007 Total Student Aid Proposals

Mar-07

Proposed Changes Affecting Mandatory Spending Estimated Relative to the CBO March 2007 Baseline

(by fiscal year, in millions of dollars, assumes enactment on October 1, 2007)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2007-2012 Total	2007-2017 Total
Student loan proposals as shown on Table 2.													
BA	---	-6,235	-2,415	-2,515	-2,625	-2,750	-2,865	-2,990	-3,115	-3,250	-3,390	-16,540	-32,150
OL	---	-5,605	-1,795	-2,135	-2,225	-2,325	-2,430	-2,535	-2,635	-2,745	-2,865	-14,085	-27,295
Student grant proposals as shown on Table 3.													
BA	---	2,559	3,515	4,480	4,998	6,071	6,117	6,187	6,245	6,290	6,320	21,624	52,783
OL	---	614	2,737	3,728	4,486	5,245	6,061	6,133	6,199	6,255	6,296	16,810	47,754
Perkin loan proposal as shown on Table 4.													
BA	---	-419	-499	-713	-814	-325	206	289	358	407	407	-2,770	-1,104
OL	---	-419	-499	-713	-814	-325	206	289	358	407	407	-2,770	-1,104
TOTAL CHANGES--Including Programmatic Interactions													
BA	---	-4,095	601	1,252	1,559	2,996	3,457	3,486	3,488	3,447	3,337	2,314	19,529
O	---	-5,410	443	880	1,447	2,595	3,837	3,887	3,922	3,916	3,838	-45	19,355

Table 2. President's February 2007 Student Loan Proposals

Mar-07

Proposed Changes Affecting Mandatory Spending Estimated Relative to the CBO March 2007 Baseline

(by fiscal year, in millions of dollars, assumes enactment on October 1, 2007)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2007-2012 Total	2007-2017 Total
NOTE: The program changes detailed below are EACH estimated separately from current law:													
Beginning July 2008, increase the annual borrowing limits for 3rd and 4th year undergraduate students.													
BA	---	135	365	410	425	435	450	455	470	480	490	1,770	4,115
OL	---	80	250	345	370	380	390	400	410	415	425	1,425	3,465
Beginning July 2008, change the interest rate on new parent and gradPLUS loans to 8.30%.													
BA	---	25	55	55	60	65	75	80	85	90	95	260	685
OL	---	15	35	40	45	45	55	55	60	70	70	180	490
Beginning July 2008, lower the lender yield by 50 basis points on all new guaranteed student, consolidation, and parent loans.													
BA	---	-2,740	-2,340	-2,465	-2,575	-2,690	-2,810	-2,930	-3,045	-3,175	-3,310	-12,810	-28,080
OL	---	-2,210	-1,680	-2,080	-2,180	-2,275	-2,375	-2,470	-2,575	-2,680	-2,790	-10,425	-23,315
Beginning October 2007, increase the lender origination fee to 1% on all new consolidation loans.													
BA	---	-400	-115	-125	-130	-140	-145	-150	-155	-165	-170	-910	-1,695
OL	---	-355	-95	-110	-110	-115	-125	-125	-135	-140	-145	-785	-1,455
Beginning October 2007, lower the exceptional lender insurance on student, consolidation, and parent loans to 97%.													
BA	---	-740	-130	-140	-145	-155	-160	-165	-170	-180	-185	-1,310	-2,170
OL	---	-685	-110	-120	-125	-130	-135	-140	-145	-150	-160	-1,170	-1,900
Beginning October 2007, lower the insurance on student, consolidation, and parent loans to 95%.													
BA	---	-35	-15	-15	-15	-20	-20	-20	-20	-20	-25	-100	-205
OL	---	-30	-15	-15	-15	-15	-15	-15	-15	-15	-20	-90	-170
Beginning October 2007, lower the guaranty agency retention allowance to 16%.													
BA	---	-1,430	-155	-165	-170	-180	-185	-190	-200	-210	-215	-2,100	-3,100
OL	---	-1,365	-135	-140	-145	-155	-160	-165	-170	-175	-180	-1,940	-2,790
Beginning October 2007, change the guaranty agency account maintenance fee to a per loan payment basis.													
BA	---	-1,040	*	*	*	*	*	*	*	*	*	-1,040	-1,040
OL	---	-1,040	*	*	*	*	*	*	*	*	*	-1,040	-1,040
Net programmatic interactions among all program changes listed above.													
BA	---	-10	-80	-70	-75	-65	-70	-70	-80	-70	-70	-300	-660
OL	---	-15	-45	-55	-65	-60	-65	-75	-65	-70	-65	-240	-580
TOTAL CHANGES--Including Programmatic Interactions													
BA	---	-6,235	-2,415	-2,515	-2,625	-2,750	-2,865	-2,990	-3,115	-3,250	-3,390	-16,540	-32,150
O	---	-5,605	-1,795	-2,135	-2,225	-2,325	-2,430	-2,535	-2,635	-2,745	-2,865	-14,085	-27,295

Table 3. President's February 2007 Student Grant Proposals

Mar-07

Proposed Changes Affecting Mandatory Spending Estimated Relative to the CBO March 2007 Baseline

(preliminary staff estimates, by fiscal year, in millions of dollars, assumes enactment on October 1, 2007)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2007-2012 Total	2007-2017 Total
Raise the maximum award for the Pell Grant Program from \$4,050 to \$4,600 for academic year 2008-09, \$4,800 for 2009-10, \$5,000 for 2010-11, \$5,200 for 2011-12, and \$5,400 for 2012-13 through 2017-18. ¹													
BA	---	2,274	3,171	4,072	4,998	6,071	6,117	6,187	6,245	6,290	6,320	20,587	51,745
OL	---	546	2,444	3,369	4,277	5,237	6,061	6,133	6,199	6,255	6,296	15,872	46,816
Raise the award level for Academic Competitiveness Grants to \$1,125 for first-year students (from \$750) and to \$1,950 for second-year students (from \$1,300) for fiscal years 2008 to 2010.													
BA	---	285	344	408	--	--	--	--	--	--	--	1,037	1,037
OL	---	68	294	358	209	8	--	--	--	--	--	938	938
TOTAL CHANGES													
BA	---	2,559	3,515	4,480	4,998	6,071	6,117	6,187	6,245	6,290	6,320	21,624	52,783
O	---	614	2,737	3,728	4,486	5,245	6,061	6,133	6,199	6,255	6,296	16,810	47,754

¹ Totals include the interactive costs of the President's other proposals: eliminating the tuition sensitivity provision, permitting year-round Pell Grants, limiting eligibility to 16 semesters, excluding Section 529 savings and investment accounts from the needs analysis calculation, and allowing the Internal Revenue Service to match data reported on students' FAFSAs.

Table 4. President's February 2007 Perkins Loan Proposal

Mar-07

Proposed Changes Affecting Mandatory Spending Estimated Relative to the CBO March 2007 Baseline

(by fiscal year, in millions of dollars, assumes enactment on October 1, 2007)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	2007-2012 Total	2007-2017 Total
Speed up the recall of the Perkins loan revolving funds to begin in 2008 rather than in 2012.													
BA	---	-419	-499	-713	-814	-325	206	289	358	407	407	-2,770	-1,104
O	---	-419	-499	-713	-814	-325	206	289	358	407	407	-2,770	-1,104