



FINANCIAL AID



FAMOUS MOVIE QUOTES

- “JUST KEEP SWIMMING” – FINDING NEMO.
- “YOU HAD ME AT HELLO” – JERRY MAGUIRE.
- “THERE’S NO PLACE LIKE HOME” – WIZARD OF OZ.

AND OF COURSE:

- “LIFE IS LIKE A BOX OF CHOCOLATES, YOU NEVER KNOW WHAT YOU’RE GOING TO GET” – FORREST GUMP.



**“FINANCIAL AID IS LIKE A PIZZA, YOU NEVER KNOW
WHAT YOU’RE GOING TO GET”**

BUT LET’S DEMYSTIFY IT AS MUCH AS WE CAN!



OVERVIEW

- PREPARE THE INGREDIENTS (LEGISLATIVE OVERVIEW).
- MAKE THE PIZZA (CASE STUDIES).
- DINNER CONVERSATION (HOT TOPICS):
 - ❑ Impact of Proposal No. 2017-12.
 - ❑ Academic Requirements Committee review of nonqualifier access to athletics aid and practice.
 - ❑ Impact of COVID-19.



PREPARE THE INGREDIENTS: LEGISLATIVE OVERVIEW



PREPARE THE INGREDIENTS

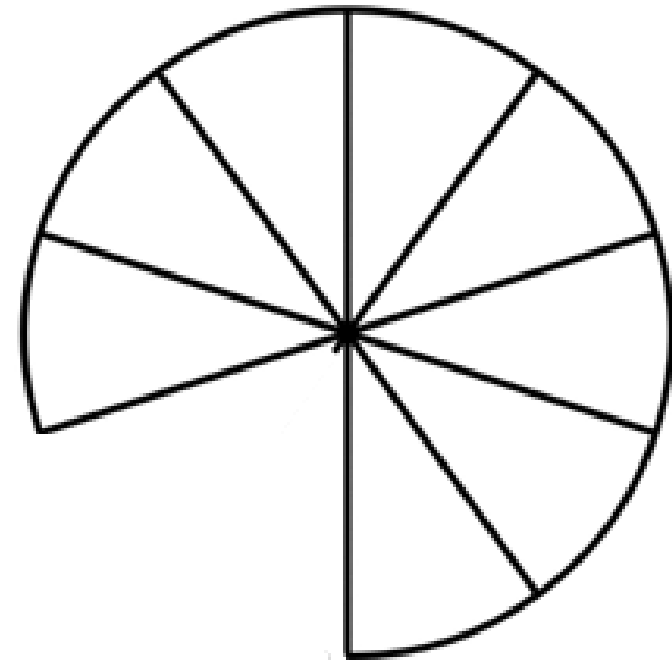
- Need to deliver a whole pizza:
 - ❑ Athletics aid must be awarded for a full academic year (Bylaw 15.5.3.1).
- What if you only want to deliver half of a pizza?
 - ❑ Must meet one of the exceptions listed in Bylaw 15.5.3.1.1.
 - ❑ Examples: midyear enrollee, final semester/quarter, one-time exception.
 - ❑ Permissible to combine multiple exceptions in one year.
 - Fall – one-time exception, Spring – final semester/quarter.

PREPARE THE INGREDIENTS

- Placement of toppings:
 - ❑ The initial award for the academic year must be distributed equally.
 - ❑ “Equal” is based on how the aid agreement is written:
 - Example 1: Award is \$5000. Distribute \$2500 each semester.
 - Example 2: Award is .40 equivalency. Pay 40% of the full grant-in-aid cost (actual or average) each semester.
 - Example 3: Award is full tuition and books. Pay full cost of tuition and books for each semester, regardless of the actual cost, even if the amounts are different between the two semesters.

PREPARE THE INGREDIENTS

- What if I need to change the order?
 - Add toppings:
 - Increases can happen at any time, for any reason (Bylaw 15.5.4.2).
 - Increase must be pro-rated based on the amount remaining in the term.
 - Calculate a daily rate for the full grant-in-aid to determine how much aid can be awarded for the term.
- Think of a pizza: if the slice has already been eaten, you cannot add toppings to that portion of the pizza.



PREPARE THE INGREDIENTS

- What if I need to change the order?
 - Reduce toppings or cancel the order:
 - Once the pizza has been ordered and the period of the award has started, you cannot reduce or cancel athletics aid unless SA:
 - Becomes ineligible;
 - Fraudulently misrepresents themselves;
 - Engages in serious misconduct; or
 - Voluntarily quits the team.

PREPARE THE INGREDIENTS

- What if I need to change the order?
 - Reduce toppings or cancel the order:
 - If a student-athlete quits the team during a term, that half of the pizza cannot be given to another team member unless the team is not already at its equivalency limit.
 - Example: Basketball student-athlete was receiving a .60 scholarship and quits at midyear, leaving .30 unused.
 - If team is already at 10.0 equivalency, cannot re-award SA's remaining .30 scholarship for the spring term.
 - If team is only at a 9.0 equivalency, can award up to a .70 equivalency to bring the team to 9.7 total.

PREPARE THE INGREDIENTS

- What if I need to change the order?
 - Reduce or cancel the next order:
 - Must notify the student-athlete by July 1.
 - If providing a different pizza worth less than the year before, this is a reduction.
 - If athletics aid is being reduced or cancelled, must be given the opportunity to appeal.

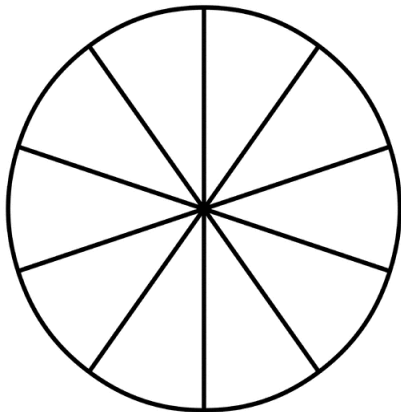


MAKE THE PIZZA: CASE STUDIES



THE MENU

- Pizzas are 10 slices, five slices per half.
 - Each semester has five months.



Topping	Element of Athletics Aid	Full Grant-in-Aid Value
Tomatoes	Tuition	\$50
Feta	Fees	\$25
Black olives	Books	\$8
Red onion	Room	\$20
Bacon	Board	\$15

PIZZA PRACTICE

Topping	Element of Athletics Aid	Full Grant-in-Aid Value
Tomatoes	Tuition	\$50
Feta	Fees	\$25
Black olives	Books	\$8
Red onion	Room	\$20
Bacon	Board	\$15

- What is the value of a full grant-in-aid?
 - ❑ \$118
 - ❑ $\$50 + \$25 + \$8 + \$20 + \$15$
- Calculate the equivalency of a tomato and bacon pizza.
 - ❑ .55
 - ❑ $\$50 + \$15 = \$65 / \118

CASE STUDY 1: PAPA JOHN

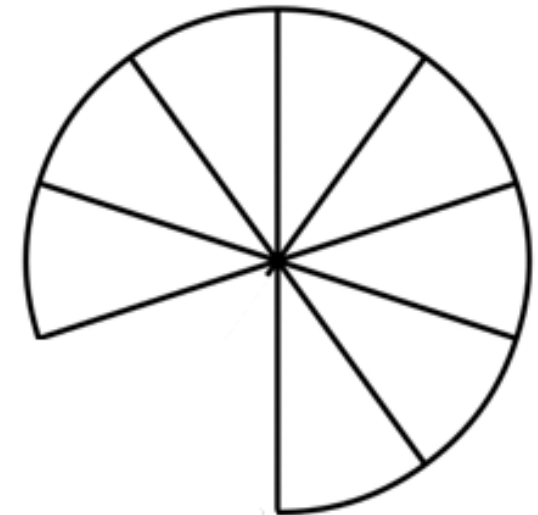
Topping	Element of Athletics Aid	Full Grant-in-Aid Value
Tomatoes	Tuition	\$50
Feta	Fees	\$25
Black olives	Books	\$8
Red onion	Room	\$20
Bacon	Board	\$15

- Papa John was offered a pizza with tomatoes and olives.
- What is the value of his pizza?
 - ☐ \$58
 - ☐ $\$50 + \8
- Calculate his equivalency.
 - ☐ .49
 - ☐ $\$50 + \$8 = \$58 / \118

CASE STUDY 1: PAPA JOHN

Topping	Element of Athletics Aid	Full Grant-in-Aid Value
Tomatoes	Tuition	\$50
Feta	Fees	\$25
Black olives	Books	\$8
Red onion	Room	\$20
Bacon	Board	\$15

- After the second slice, meat was added to the pizza.
- What is the value of his pizza now?
 - ❑ Bacon is valued at \$15, or \$1.50 a slice. Eight slices remain = \$12.
 - ❑ \$58 (original pizza) + \$12 (permissible bacon).
 - ❑ \$70
- Calculate his new equivalency.
 - ❑ .59
 - ❑ \$70/\$118



CASE STUDY 1: PAPA JOHN

Topping	Element of Athletics Aid	Full Grant-in-Aid Value
Tomatoes	Tuition	\$50
Feta	Fees	\$25
Black olives	Books	\$8
Red onion	Room	\$20
Bacon	Board	\$15

- What is the maximum amount that could have been added to the pizza after the second slice?
 - ❑ \$48
 - ❑ Feta (\$25) + Red onion (\$20) + Bacon (\$15) is valued at \$60, or \$6.00 a slice. Eight slices x \$6 = \$48.
- Next year, the institution offers a pizza with tomatoes and olives. Does Papa John need to be sent a reduction letter?
 - ❑ Yes. Even though he is getting his original aid amount, it is a decrease from what he ultimately received in 2019-20.

CASE STUDY 2: LUIGI

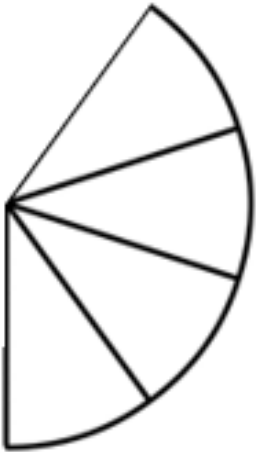
Topping	Element of Athletics Aid	Full Grant-in-Aid Value
Tomatoes	Tuition	\$50
Feta	Fees	\$25
Black olives	Books	\$8
Red onion	Room	\$20
Bacon	Board	\$15

- Luigi signed an aid agreement for the 2019-20 academic year for a pizza with tomato, feta and bacon. He dropped to part-time after the sixth slice.
- Does the institution have to cancel his aid?
 - ❑ No. Student-athletes are required to begin the term enrolled as a full-time student in order to receive athletics aid.
 - ❑ However, Luigi is now ineligible to compete so the institution *may* cancel the aid.

CASE STUDY 2: LUIGI

Topping	Element of Athletics Aid	Full Grant-in-Aid Value
Tomatoes	Tuition	\$50
Feta	Fees	\$25
Black olives	Books	\$8
Red onion	Room	\$20
Bacon	Board	\$15

- If the institution cancels his aid, how much can be re-awarded to another student-athlete and when can that aid be re-awarded?
 - ❑ Tomato (\$50) + Feta (\$25) + Bacon (\$15) = \$90, or \$9 per slice.
 - ❑ \$36 (\$9 per slice with four slices remaining).
 - ❑ Immediately.



CASE STUDY 3: LAROSA

Topping	Element of Athletics Aid	Full Grant-in-Aid Value
Tomatoes	Tuition	\$50
Feta	Fees	\$25
Black olives	Books	\$8
Red onion	Room	\$20
Bacon	Board	\$15

- LaRosa signed an aid agreement for the 2019-20 academic year for .75 of a fully topped pizza.
- What is the value of LaRosa's pizza during the 2019-20 academic year?
 - $\$118 \times .75 = \88.50 .

CASE STUDY 3: LAROSA

Topping	Element of Athletics Aid	Full Grant-in-Aid Value
Tomatoes	Tuition	\$50
Feta	Fees	\$25
Black olives	Books	\$8
Red onion	Room	\$20
Bacon	Board	\$15

- For the 2020-21 academic year, the institution raised the cost of tomatoes, feta, red onion and bacon by 40 percent.
- What is the value of a fully topped pizza for the 2020-21 academic year?
 - ❑ $(\$50 + \$25 + \$20 + \$15) \times 1.4 = \$154 + \8
 - ❑ **\$162**
- If the institution offers her an aid agreement for .60 of a fully topped pizza for the 2020-21 academic year, what is that agreement worth and is that a reduction, renewal at same rate or an increase?
 - ❑ $\$162 \times .60 = \97.20 .
 - ❑ Reduction. The 2020-21 aid agreement is a lower equivalency, even though it is worth more money.

CASE STUDY 3: LAROSA

Topping	Element of Athletics Aid	Full Grant-in-Aid Value
Tomatoes	Tuition	\$50
Feta	Fees	\$25
Black olives	Books	\$8
Red onion	Room	\$20
Bacon	Board	\$15

- If the institution offers her an aid agreement for \$88.50 for the 2020-21 academic year, what is that equivalency and is that a reduction, renewal at same rate or an increase?
 - $\$88.50/\$162 = .55$
 - Reduction. The 2020-21 aid agreement is worth the same amount of money as 2019-20, but LaRosa is ultimately receiving less of a pizza based on the equivalency.



CLEAN UP THE KITCHEN: TAKE-A-WAYS



CLEAN UP THE KITCHEN

- Permissible to re-award aid immediately after a cancellation for all reasons other than a voluntary withdrawal.
- When analyzing whether something is a reduction, compare apples to apples. If the previous award was written as an equivalency, write the next award as an equivalency. Don't mix and match.
- One-time exception for the one-year period can be used....ONE TIME.



DINNER CONVERSATION: HOT TOPICS



IMPACT OF PROPOSAL NO. 2017-12

- Legislation Committee remains committed to reviewing the impact of Proposal No. 2017-12, which amended the equivalency calculation to only consider athletics aid.
- At the request of the Conference Commissioners Association, institutions reported data for the 2018-19 academic year in fall 2019.
- No immediate concerns were noted in the data, but the committee will continue to monitor impact through the NCAA Financial Reporting System in November 2020.

NONQUALIFIER ACCESS TO ATHLETICS AID AND PRACTICE

- Division II Academic Requirements Committee recommended sponsorship of 2021 Convention legislation to permit nonqualifiers to receive athletics aid in the first year of enrollment.
- Division II Presidents Council approved the proposal in concept in April 2020 and the Division II Management Council and Presidents Council will review in legislative form at the summer meetings.
- ARC will discuss whether to extend access to practice during the June 2020 videoconference.

IMPACT OF COVID-19

- 2020-21 equivalency limits.
 - ❑ Blanket waiver allows student-athletes who would have used their fourth season of competition or exhausted their 10-semester/15-quarter period of eligibility during the spring 2020 term to receive athletics aid for the 2020-21 academic year without counting toward team equivalency limits.
 - ❑ Only applies if the student-athlete remains at their original institution.
- July 1 renewal deadline.
 - ❑ Remains as is. If needed, institutions can file individual waiver requests.
- Nonathletically related terms and conditions.
 - ❑ Permissible to include conditions related to COVID-19 (e.g., reduction of room and board if an institution only conducts online courses for the fall 2020 term).



QUESTIONS?

