

# Student Finance

**your route**

**to success >>**

**reigate•college**

sixth form education at its best

# HE Forum

**Carol Hix – Head of Careers**

# Expensive?

- Are you concerned that it is too expensive for your son/daughter to go to University?
- Are you concerned about how you or your son/daughter will pay for university?



# In the news!

- Tuition Fees in England Higher than most countries
- **Student Debt £50k**
- Students face sharp rise in interest on tuition loans
- **Tuition fees deter students from applying**
- Learn more – earn more!

Government Launch a Review of Post 18 Education in February 2018

# Student Finance

## Expenses

- Tuition Fees
- Living Costs – Accommodation, food, travel, phone, leisure
- Equipment Costs – books, photocopying, trips
- Interest

## Funding

- Tuition Fees Loan
- Maintenance Loan
- Scholarships
- Bursaries
- Family help
- Part time job
- (Disabled Students Allowance)
- Internships



# Tuition Fees

- 2019 - £9,250 per year
- Placement Year - reduced fee  
Universities - this can vary
- Can increase by the cost of inflation (*frozen for 2019*)



# Tuition Fee Loans

- Apply for a loan from The Student Company
- All students can receive the maximum regardless of household income
- Paid directly to the university once the course has started.  
( 25%,25%,50%)



# Maintenance/Living Cost Loans

## Maintenance Loan for living costs

You may have to give details of your [household income](#).

The loan is paid directly into your bank account at the start of each term. You have to pay the loan back.

Full-time student	2017 to 2018 academic year	2018 to 2019 academic year
Living at home	Up to £7,097	Up to £7,324
Living away from home, outside London	Up to £8,430	Up to £8,700
Living away from home, in London	Up to £11,002	Up to £11,354
You spend a year of a UK course studying abroad	Up to £9,654	Up to £9,963



# Maintenance Loan

- Calculated depending upon household income, parents may have to contribute towards living costs.
- Where the student will be living whilst at University.





## Maintenance Loan entitlement

Household income	Maintenance Loan – living away from home and studying outside London	Maintenance Loan – living away from home and studying in London	Maintenance Loan – living with parents
£25,000	£8,700	£11,354	£7,324
£30,000	£8,076	£10,719	£6,707
£35,000	£7,452	£10,084	£6,090
£40,000	£6,828	£9,449	£5,473
£42,875	£6,469	£9,083	£5,118
£45,000	£6,204	£8,813	£4,855

# Summary of Support

## 2018/19 RATES OF SUPPORT

HOUSEHOLD INCOME	TUITION FEE LOAN	MAINTENANCE LOAN*
£25,000 or less	£9,250	£8,700
£30,000	£9,250	£8,076
£35,000	£9,250	£7,452
£40,000	£9,250	£6,828
£45,000	£9,250	£6,204
£50,000	£9,250	£5,579
£55,000	£9,250	£4,995
£60,000	£9,250	£4,331
Over £62,215	£9,250	£4,054

\*Based on students studying away from home (outside London).

# Other Sources of Funding

- Scholarships
- Bursaries
- Parental Contributions
- Part time Jobs



# Disabled Students Allowance

- Students can apply for Disabled Students' Allowances (DSAs) to cover some of the extra costs incurred due to a, long term illness or any other disability.
- You can get the allowances on top of your other student finance.
- You won't need to repay DSAs.
- How much you get depends on your individual needs - not your household income.
- Proof of eligibility required



# When & How to apply

- UCAS Application- indicate will be applying for Students Finance – receive reminders
- [www.gov.uk/studentfinance](http://www.gov.uk/studentfinance)
- Applications open Spring 2019
- Recommended deadline is end of May 2019
- Details of First Choice of university needed – can be changed later.
- Parents will be sent a link to complete household income details

# Interest

- Interest is accrued from the date of the first payment is made until the loan is repaid in full.
- Interest whilst studying is currently RPI plus 3%
- From 6 April after leaving course it depends upon income

Income	Interest Rate
£21,000 or less	Inflation
£21,000 - £41,000	Inflation plus up to 3%
Over £41,000	Inflation plus 3%

# Loan Repayments

- Start in April after leave university – Earnings over £25,000
- Repayment rate is 9% of income over £25,000
  - £28k monthly repayment = £22.50
  - £35k monthly repayment = £75
- Repayments are taken by employer
- Outstanding Payments written off after 30 years
- Additional payments can be made at any time without extra charge
- Credit rating - affordability



# Summary

- Expensive – Choose wisely – Value for Money, Graduate Prospects
- Funding Available – Loans/Scholarships/Bursaries
- Graduate salaries
  
- Research





# Useful Websites

- [www.slc.co.uk/](http://www.slc.co.uk/) Student Loans Company
- [www.gov.uk/student-finance](http://www.gov.uk/student-finance)
- [www.moneysavingexpert.com/students/student-loans-tuition-fees-changes](http://www.moneysavingexpert.com/students/student-loans-tuition-fees-changes)
- <https://www.ucas.com/ucas/undergraduate/undergraduate-student-finance-and-support> UCAS



- Thank You
- Presentation available on College Website
- Questions

