

\$30,500

Average yearly price of tuition, fees, room, and board 2019-20¹



Methods of Paying for School

See how families are paying for this



FAFSA

Each year, filling out the Free Application for Federal Student Aid (FAFSA™) qualifies students for free money like scholarships and grants, as well as federal student loans.

Thousands of dollars in free money go unused.

25%

of families didn't complete the FAFSA in 2017-18¹.



Your Money

Parents, students, and relatives can use income and savings to pay for college. This may include:

- **Personal savings**
- **College savings plans**
- **Federal work-study** (a part-time campus job)



Combined family income and savings pays nearly half the cost of school.¹

Parents pay nearly

34%

Students pay

13%

Paying for school includes more than just tuition.



Discuss with your student and plan for room and board, other fees, supplies, travel, books, technology, and entertainment.



Free Money

Each year, 1.7 million scholarships and fellowships are awarded, totaling more than

\$7.4 billion.²

Sources of free money include federal/state government, your college, and private companies and employers.

- **Scholarships** (merit-based)
- **Grants** (need-based)
- **Institutional discounts**

1 in 8² students are awarded a private scholarship.



Borrowed Money

Loans can help you pay for school, but remember to borrow only what you need and can afford to repay.

Your FAFSA determines the type and amount of federal student loans you can receive. **Remember every dollar you borrow will have to be repaid with interest.**



FIRST, USE FEDERAL STUDENT LOANS

They offer a variety of repayment options, deferment and forbearance in several situations, and don't require a credit history.

THEN, USE PRIVATE STUDENT LOANS

Trustworthy lenders offer borrower protections, flexible repayment plans, and a competitive rate based on your credit history.

Consider a tuition payment plan to help prevent over-borrowing.

Aim to keep future monthly payments **under 10%** of the student's predicted gross pay.³

For example, with a starting wage of

\$50,000

the total in monthly loan payments should be less than

\$400

To learn more, go to NelnetBank.com

1 - Educationdata.org, "Average Cost of College & Tuition", 2020.
 2 - Edmit, Inc., "What Percentage of Parents Pay for College?", 2020.
 3 - Savingforcollege.com, "College Scholarship Statistics", 2019.
 4 - Consumer Finance Protection Bureau, "Understanding How Much Student Debt You Can Afford", 2020.