

Academic Challenge Scholarship Assumptions

Year 1 (2010-2011) based on actual awards

Year 2 (2011-2012) based on actual awards

Year 3 (2012-2013) Semester 1 based on actual awards as of September 12; semester 2 based on calculated assumptions

Years 4-7 (2013-2014 to 2016-2017) based on calculated assumptions as described below

Traditional Student Eligibility Projections:

Growth Projections:	Annual New Award Growth	
4 Yr Student	2.5%	(applied to Fall awards from prior year Fall awards)
2 Yr Student	1.5%	(applied to Fall awards from prior year Fall awards)

Retention Rate Projections:	4 year student	2 year student
1st year (Retention rate applied to spring semester)	92.00%	76.00%
After Year 1	62.00%	42.00%
After Year 2	78.00%	69.00%
After Year 3	84.00%	

2-yr. vs. 4-yr. Enrollment Projections:	4-yr. School	2-yr. School
Year 1 of cohort	79%	21%
Year 2 of cohort	79%	21%
Year 3 of cohort	90.00%	10.00%
Year 4 of cohort	100%	

Additional Information to be considered for projection of scholarship:

(ACSO) Original Challenge Projection Payouts:

Academic Year:	Payment:
2010-2011	23,048,612 (actual payout)
2011-2012	14,848,182 (actual payout)
2012-2013	7,660,000 (payout to include Fall, with a Spring Projection)
2013-2014	-

(ACSCA) Current Achiever Allocation Projection Payouts:

Academic Year:	Payment:
2010-2011	28,764,747 (actual payout)
2011-2012	23,039,676 (actual payout)
2012-2013	13,025,000 (payout to include Fall, with a Spring Projection)
2013-2014	-

Current Achievers Projections: Based on 0% drop rate, adjusted by year two and three by students who reach 130 maximum.

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(ACSNT) Non-traditional Allocation Projection Payouts:

<u>Academic Year:</u>	<u>Payment:</u>
2010-2011	23,065,114 (actual payout)
2011-2012	14,654,868 (actual payout)
2012-2013	12,000,000 (payout to include Fall, with a Spring Projection)
2013-2014	12,000,000
2014-2015	12,000,000
2015-2016	12,000,000
2016-2017	12,000,000

Lottery Revenue Projections:

<u>Academic Year:</u>	<u>Lottery Revenue</u>	<u>State Revenue</u>	<u>Total Revenue</u>
2010-2011	104,000,000	20,000,000	\$ 124,000,000
2011-2012	94,000,000	20,000,000	\$ 114,000,000
2012-2013	97,500,000	20,000,000	\$ 117,500,000
2013-2014	97,000,000	20,000,000	\$ 117,000,000
2014-2015	97,000,000	20,000,000	\$ 117,000,000
2015-2016	97,000,000	20,000,000	\$ 117,000,000
2016-2017	97,000,000	20,000,000	\$ 117,000,000

<u>Payouts for Cohorts (4 year payout rates)</u>	<u>4-yr. School</u>	<u>2-yr. School</u>
Cohort1 (Years 2010-2011 to 2013-2014)	\$ 5,000	\$ 2,500
Cohort2 (Years 2011-2012 to 2014-2015)	\$ 4,500	\$ 2,250
Cohort3 (Years 2012-2013 to 2015-2016)	\$ 4,500	\$ 2,250

Graduated Funding Method

Assuming Cohorts remain the same; Payouts begin at 2013:

	<u>Level</u>	<u>Award amount</u>
Begin Fall 2013	Freshman	\$ 2,000
Begin Fall 2014	Sophomore	\$ 3,000
Begin Fall 2015	Junior	\$ 4,000
Begin Fall 2016	Senior	\$ 5,000