



FIRST CHOICE COLLEGE

EFC Calculator Result

Approximate FM EFC: 19,152

| | FM |
|--|----------|
| Parent's Contribution from Income (PCI) | \$15,687 |
| Parent's Contribution from Assets (PCA) | \$2,465 |
| Student's Contribution from Income (SCI) | \$0 |
| Student's Contribution from Assets (SCA) | \$1,000 |

Now that you know how your EFC is derived, try changing some of the inputs to see how it affects your Expected Contribution.

- *Did you know that money in the student's name is assessed at 20% for FM and 25% for IM? Try shifting the money into the Parents Asset column and see how much you can lower your EFC
-
-

Important Differences Between FM and IM:

- Home Equity is considered for IM, but not for FM
- IM adds all business and real estate losses back to your income, FM does not.
- A family business is excluded from assets by FM, but not by IM.
- IM gives you some allowances for expenses such as high unreimbursed medical expenses.

- We are not registered investment representatives, check with your accountant or other valued financial advisor before making any changes.
- If the student's assets are in UTMA or UGMA accounts the money can only be shifted or spent for the benefit of the child.
- Moving assets may incur commissions, brokers fees, and other expenses. Consider those expenses before making any changes.
- 529 plans should be considered as parent assets. If the 529 plan is owned by another relative it is excluded from FM, but some schools consider the amount for IM.