Worksheets and Tables

1998-99 EFC FORMULA A : DEPENDENT STUDENT

PARENTS' INCOME IN 1997

1. Parents' Adjusted Gross Income (FAFSA/SAR #65)

2. a. Father's income earned from work (FAFSA/SAR #67) _____

2. b. Mother's income earned from work (FAFSA/SAR #68) + _____

   Total parents' income earned from work = 2.

3. Parents' Taxable Income
   (If tax filers, enter the amount from line 1 above.
   If non-tax filers, enter the amount from line 2.) *

4. Untaxed income and benefits:
   • Earned Income Credit (tax filers only) (FAFSA/SAR #69) _____
   • Social Security benefits (FAFSA/SAR #70) + _____
   • AFDC/ADC (FAFSA/SAR #71) + _____
   • Child support received (FAFSA/SAR #72) + _____
   • Other untaxed income (FAFSA/SAR #73) + _____

   Total untaxed income and benefits = 4.

5. Taxable and untaxed income (sum of line 3 and line 4)

6. Exclusions (FAFSA/SAR #74) -

7. **TOTAL INCOME** (line 5 minus line 6) May be a negative number. =

ALLOWANCES AGAINST PARENTS' INCOME

8. 1997 U.S. income tax paid (FAFSA/SAR #66) (tax filers only); if negative, enter zero.

9. State and other tax allowance (Table A1. If negative, enter zero.) +

10. Father's Social Security tax (Table A2) +

11. Mother's Social Security tax (Table A2) +

12. Income protection allowance (Table A3) +

13. Employment expense allowance:
    • Two working parents: 35% of the lesser of the earned incomes, or $2,800, whichever is less.
    • One parent families: 35% of earned income, or $2,800, whichever is less
    • Two-parent families, one working parent: zero +

14. **TOTAL ALLOWANCES** =

AVAILABLE INCOME

Total income (from line 7)

Total allowances (from line 14) -

15. **AVAILABLE INCOME (AI)** May be a negative number. =

PARENTS' CONTRIBUTION FROM ASSETS

16. Cash, savings, & checking (FAFSA/SAR #83)

17. Other real estate & investments value ** (FAFSA/SAR #84) _____
    Other real estate & investments debt ** (FAFSA/SAR #85) - _____
    Net worth of real estate & investments If negative, enter zero. = 17.

18. Business value ** (FAFSA/SAR #86) _____
    Business debt ** (FAFSA/SAR #87) - _____
    Net worth of business If negative, enter zero = 18.

19. Investment farm value ** (FAFSA/SAR #88) _____
    Investment farm debt ** (FAFSA/SAR #89) - _____
    Net worth of farm If negative, enter zero. If the family resides on the farm, enter zero. = 19.

20. Net worth of business/farm (sum of lines 18 and 19) 20.

21. Adjusted net worth of business/farm (Calculate using Table A4.) +

22. **Net worth** (sum of lines 16, 17, and 21) =

23. Education savings and asset protection allowance (Table A5) -

24. **Discretionary net worth** (line 22 minus line 23) =

25. Asset conversion rate X .12

26. **CONTRIBUTION FROM ASSETS** If negative, enter zero. =

PARENTS' CONTRIBUTION

Available income (AI) (from line 15)

Contribution from assets (from line 26) +

27. **Adjusted available income (AAI)** May be a negative number. =

28. **Total parents' contribution from AAI** (Calculate using Table A6; if negative, enter zero.)

29. **Number in college in 1998-99** (FAFSA/SAR #50) ÷

30. **PARENTS' CONTRIBUTION** (standard contribution for 9-month enrollment)

* STOP HERE if both of the following are true: line 3 is $12,000 or less, and the parents are eligible to file a 1997 IRS Form 1040A or 1040EZ (they are not required to file a 1997 Form 1040), or they are not required to file any income tax return—the student's EFC is zero.

** Do not include the family's home.

continued on reverse

STUDENT'S INCOME IN 1997

31.	Adjusted Gross Income (FAFSA/SAR #53)	
32.	Income earned from work (FAFSA/SAR #55)	
33.	Taxable Income (If tax filer, enter the amount from line 31. If non-tax filer, enter the amount from line 32.)	

34.	Untaxed income and benefits:
	
	• Social Security benefits
	  (FAFSA/SAR #58) _____
	
	• Other untaxed income
	  (FAFSA/SAR #61) + _____
	
	Total untaxed income and benefits **= 34.**	

35.	Taxable and untaxed income (sum of line 33 and line 34)	
36.	Exclusions (FAFSA/SAR #62) **-**	
37.	**TOTAL INCOME** (line 35 minus line 36) May be a negative number. **=**	

ALLOWANCES AGAINST STUDENT INCOME

38.	1997 U.S. income tax paid (FAFSA/SAR #54) (tax filers only); if negative, enter zero.	
39.	State and other tax allowance (Table A7. If negative, enter zero.) **+**	
40.	Social Security tax allowance (Table A2) **+**	
41.	Income protection allowance **+**	**2,200**
42.	**TOTAL ALLOWANCES** **=**	

STUDENT CONTRIBUTION FROM INCOME

Total income (from line 37)		
Total allowances (from line 42) **-**		
43.	**Available income (AI)** **=**	
44.	**Assessment of AI** **X**	**.50**
45.	**STUDENT CONTRIBUTION FROM AI** **=** If negative, enter zero.	

STUDENT CONTRIBUTION FROM ASSETS

46.	Cash, savings, & checking (FAFSA/SAR #75)	
47.	Other real estate & investments value * (FAFSA/SAR #76) _____ Other real estate & investments debt * (FAFSA/SAR #77) - _____ Net worth of real estate & investments If negative, enter zero. **= 47.**	
48.	Business value * (FAFSA/SAR #78) _____ Business debt * (FAFSA/SAR #79) - _____ Net worth of business If negative, enter zero **= 48.**	
49.	Investment farm value * (FAFSA/SAR #80) _____ Investment farm debt * (FAFSA/SAR #81) - _____ Net worth of farm If negative, enter zero. If the family resides on the farm, enter zero. **= 49.**	
50.	**Net worth** (sum of lines 46 through 49) **=**	
51.	Assessment rate **X**	**.35**
52.	**CONTRIBUTION FROM ASSETS** **=**	

EXPECTED FAMILY CONTRIBUTION

PARENTS' CONTRIBUTION (from line 30)		
STUDENT CONTRIBUTION FROM AI (from line 45) **+**		
STUDENT CONTRIBUTION FROM ASSETS (from line 52) **+**		
53.	**EXPECTED FAMILY CONTRIBUTION** **=**	

* Do not include the student's home.

NOTE: *Use this additional page to prorate the EFC only if the student will be enrolled for other than 9 months and only to determine the student's need for campus-based aid, a subsidized Federal Stafford Loan, or a subsidized Federal Direct Stafford Loan. Do not use this page to prorate the EFC for a Federal Pell Grant. The EFC for the Federal Pell Grant Program is the 9-month EFC used in conjunction with the cost of attendance to determine a Federal Pell Grant award from the Payment or Disbursement Schedule.*

REGULAR WORKSHEET Page 3 **A**

Calculation of Parents' Contribution for a Student Enrolled for LESS than 9 Months		
Parents' contribution (standard contribution for 9-month enrollment, from line 30)		
Divide by 9	÷	**9**
Parents' contribution per month	**=**	
Multiply by number of months enrollment	**X**	
Parents' contribution for LESS than 9-month enrollment *	**=**	

Calculation of Parents' Contribution for a Student Enrolled MORE than 9 Months		
a. Parents' adjusted available income (AAI) (from line 27—may be a negative number)		
b. Difference between the income protection allowance for a family of four and a family of five, with one in college	**+**	**3,330**
c. Alternate parents' AAI for more than 9-month enrollment (line a + line b)	**=**	
d. Total parents' contribution from AAI (calculate from Table A6, using alternate AAI)		
e. Number in college (FAFSA/SAR #52)	÷	
f. Alternate parents' contribution for student	**=**	
g. Standard parents' contribution for the student for 9-month enrollment (from line 30)	**-**	
h. Difference (line f minus line g)	**=**	
i. Divide line h by 12 months	÷	**12**
j. Parents' contribution per month	**=**	
k. Number of months student will be enrolled that exceed 9	**X**	
l. Adjustment to parents' contribution for months that exceed 9 (multiply line j by line k)	**=**	
m. Standard parents' contribution for 9-month enrollment (from line 30)	**+**	
n. Parents' contribution for MORE than 9-month enrollment *	**=**	

* Substitute the parents' contribution for LESS or MORE than 9-month enrollment in place of the parents' contribution for 9-month enrollment on Worksheet A, line 30.

1998-99 EFC FORMULA A : DEPENDENT STUDENT

PARENTS' INCOME IN 1997

1. Parents' Adjusted Gross Income (FAFSA/SAR #65)

2. **a.** Father's income earned from work (FAFSA/SAR #67) _____

2. **b.** Mother's income earned from work (FAFSA/SAR #68) + _____

Total parents' income earned from work = 2.

3. Parents' Taxable Income
(If tax filers, enter the amount from line 1 above.
If non-tax filers, enter the amount from line 2.) *

4. Untaxed income and benefits:

- Earned Income Credit (tax filers only) (FAFSA/SAR #68) _____
- Social Security benefits (FAFSA/SAR #70) + _____
- AFDC/ADC (FAFSA/SAR #71) + _____
- Child support received (FAFSA/SAR #72) + _____
- Other untaxed income (FAFSA/SAR #73) + _____

Total untaxed income and benefits = 4.

5. Taxable and untaxed income (sum of line 3 and line 4)

6. Exclusions (FAFSA/SAR #74) -

7. **TOTAL INCOME**
(line 5 minus line 6) May be a negative number. =

ALLOWANCES AGAINST PARENTS' INCOME

8. 1997 U.S. income tax paid (FAFSA/SAR #66)
(tax filers only); if negative, enter zero.

9. State and other tax allowance
(Table A1. If negative, enter zero.) +

10. Father's Social Security tax (Table A2) +

11. Mother's Social Security tax (Table A2) +

12. Income protection allowance (Table A3) +

13. Employment expense allowance:

- Two working parents: 35% of the lesser of the earned incomes, or $2,800, whichever is less.
- One parent families: 35% of earned income, or $2,800, whichever is less
- Two-parent families, one working parent: zero +

14. TOTAL ALLOWANCES =

AVAILABLE INCOME

Total income (from line 7)

Total allowances (from line 14) -

15. AVAILABLE INCOME (AI)
May be a negative number. =

* STOP HERE if both of the following are true: line 3 is $12,000 or less, *and* the parents are eligible to file a 1997 IRS Form 1040A or 1040EZ (they are not required to file a 1997 Form 1040, or they are not required to file any income tax return)—the student's EFC is zero.

PARENTS' CONTRIBUTION FROM ASSETS

16. Cash, savings, & checking (FAFSA/SAR #83)

17. Other real estate & investments value ** (FAFSA/SAR #84) _____

Other real estate & investments debt ** (FAFSA/SAR #85) - _____

Net worth of real estate & investments
If negative, enter zero. = 17.

18. Business value ** (FAFSA/SAR #86) _____

Business debt ** (FAFSA/SAR #87) - _____

Net worth of business
If negative, enter zero = 18.

19. Investment farm value ** (FAFSA/SAR #88) _____

Investment farm debt ** (FAFSA/SAR #89) - _____

Net worth of farm
If negative, enter zero. If the family resides on the farm, enter zero. = 19.

20. Net worth of business/farm
(sum of lines 18 and 19) 20.

21. Adjusted net worth of business/farm
(Calculate using Table A4.) +

22. Net worth (sum of lines 16, 17, and 21) =

23. Education savings and asset protection allowance (Table A5) -

24. Discretionary net worth
(line 22 minus line 23) =

25. Asset conversion rate X .12

26. CONTRIBUTION FROM ASSETS
If negative, enter zero. =

PARENTS' CONTRIBUTION

Available income (AI) (from line 15)

Contribution from assets (from line 26) +

27. Adjusted available income (AAI)
May be a negative number. =

28. Total parents' contribution from AAI
(Calculate using Table A6; if negative, enter zero.)

29. Number in college in 1998-99
(FAFSA/SAR #50) ÷

30. PARENTS' CONTRIBUTION (standard contribution for 9-month enrollment)

** Do not include the family's home.

continued on reverse

STUDENT'S INCOME IN 1997

31. Adjusted Gross Income (FAFSA/SAR #53)	
32. Income earned from work (FAFSA/SAR #55)	
33. Taxable Income (If tax filer, enter the amount from line 31. If non-tax filer, enter the amount from line 32.)	
34. Untaxed income and benefits: • Social Security benefits (FAFSA/SAR #58) _____ • Other untaxed income (FAFSA/SAR #61) + _____ Total untaxed income and benefits = **34.**	
35. Taxable and untaxed income (sum of line 33 and line 34)	
36. Exclusions (FAFSA/SAR #62) -	
37. TOTAL INCOME (line 35 minus line 36) May be a negative number. =	

ALLOWANCES AGAINST STUDENT INCOME

38. 1997 U.S. income tax paid (FAFSA/SAR #54) (tax filers only); if negative, enter zero.	
39. State and other tax allowance (Table A7. If negative, enter zero.) +	
40. Social Security tax allowance (Table A2) +	
41. Income protection allowance +	**2,200**
42. TOTAL ALLOWANCES =	

STUDENT CONTRIBUTION FROM INCOME

Total income (from line 37)		
Total allowances (from line 42)	-	
43. Available income (AI)	=	
44. Assessment of AI	X	.50
45. STUDENT CONTRIBUTION FROM AI = If negative, enter zero.		

STUDENT CONTRIBUTION FROM ASSETS

46. Cash, savings, & checking (FAFSA/SAR #75)		
47. Other real estate & investments value * (FAFSA/SAR #76) _____ Other real estate & investments debt * (FAFSA/SAR #77) -_____ Net worth of real estate & investments If negative, enter zero. = **47.**		
48. Business value * (FAFSA/SAR #78) _____ Business debt * (FAFSA/SAR #79) -_____ Net worth of business If negative, enter zero = **48.**		
49. Investment farm value * (FAFSA/SAR #80) _____ Investment farm debt * (FAFSA/SAR #81) -_____ Net worth of farm If negative, enter zero. If the family resides on the farm, enter zero. = **49.**		
50. Net worth (sum of lines 46 through 49) =		
51. Assessment rate	X	.35
52. CONTRIBUTION FROM ASSETS =		

EXPECTED FAMILY CONTRIBUTION

PARENTS' CONTRIBUTION (from line 30)		
STUDENT CONTRIBUTION FROM AI (from line 45)	+	
STUDENT CONTRIBUTION FROM ASSETS (from line 52)	+	
53. EXPECTED FAMILY CONTRIBUTION	=	

* Do not include the student's home.

NOTE: *Use this additional page to prorate the EFC only if the student will be enrolled for other than 9 months and only to determine the student's need for campus-based aid, a subsidized Federal Stafford Loan, or a subsidized Federal Direct Stafford Loan. Do not use this page to prorate the EFC for a Federal Pell Grant. The EFC for the Federal Pell Grant Program is the 9-month EFC used in conjunction with the cost of attendance to determine a Federal Pell Grant award from the Payment or Disbursement Schedule.*

Calculation of Parents' Contribution for a Student Enrolled for LESS than 9 Months		
Parents' contribution (standard contribution for 9-month enrollment, from line 30)		
Divide by 9	÷	**9**
Parents' contribution per month	**=**	
Multiply by number of months enrollment	**X**	
Parents' contribution for LESS than 9-month enrollment *	**=**	

Calculation of Parents' Contribution for a Student Enrolled MORE than 9 Months		
a. Parents' adjusted available income (AAI) (from line 27—may be a negative number)		
b. Difference between the income protection allowance for a family of four and a family of five, with one in college	**+**	**3,330**
c. Alternate parents' AAI for more than 9-month enrollment (line a + line b)	**=**	
d. Total parents' contribution from AAI (calculate from Table A6, using alternate AAI)		
e. Number in college (FAFSA/SAR #52)	÷	
f. Alternate parents' contribution for student	**=**	
g. Standard parents' contribution for the student for 9-month enrollment (from line 30)	**-**	
h. Difference (line f minus line g)	**=**	
i. Divide line h by 12 months	÷	**12**
j. Parents' contribution per month	**=**	
k. Number of months student will be enrolled that exceed 9	**X**	
l. Adjustment to parents' contribution for months that exceed 9 (multiply line j by line k)	**=**	
m. Standard parents' contribution for 9-month enrollment (from line 30)	**+**	
n. Parents' contribution for MORE than 9-month enrollment *	**=**	

* Substitute the parents' contribution for LESS or MORE than 9-month enrollment in place of the parents' contribution for 9-month enrollment on Worksheet A, line 30.

Table A1: State and Other Tax Allowance

for Worksheet A (parents only)

STATE	PERCENT OF TOTAL INCOME		STATE	PERCENT OF TOTAL INCOME	
	$0-14,999	$15,000 or more		$0-14,999	$15,000 or more
Alabama	5%	4%	Missouri	6%	5%
Alaska	3%	2%	Montana	8%	7%
American Samoa	4%	3%	Nebraska	8%	7%
Arizona	6%	5%	Nevada	3%	2%
Arkansas	6%	5%	New Hampshire	7%	6%
California	8%	7%	New Jersey	8%	7%
Canada	4%	3%	New Mexico	6%	5%
Colorado	7%	6%	New York	11%	10%
Connecticut	6%	5%	North Carolina	8%	7%
Delaware	8%	7%	North Dakota	6%	5%
District of Columbia	10%	9%	Northern Mariana Islands	4%	3%
Federated States of Micronesia	4%	3%	Ohio	8%	7%
Florida	4%	3%	Oklahoma	6%	5%
Georgia	7%	6%	Oregon	10%	9%
Guam	4%	3%	Palau	4%	3%
Hawaii	8%	7%	Pennsylvania	7%	6%
Idaho	7%	6%	Puerto Rico	4%	3%
Illinois	6%	5%	Rhode Island	9%	8%
Indiana	6%	5%	South Carolina	8%	7%
Iowa	8%	7%	South Dakota	4%	3%
Kansas	7%	6%	Tennessee	3%	2%
Kentucky	7%	6%	Texas	3%	2%
Louisiana	4%	3%	Utah	8%	7%
Maine	9%	8%	Vermont	8%	7%
Marshall Islands	4%	3%	Virgin Islands	4%	3%
Maryland	9%	8%	Virginia	8%	7%
Massachusetts	9%	8%	Washington	4%	3%
Mexico	4%	3%	West Virginia	6%	5%
Michigan	9%	8%	Wisconsin	10%	9%
Minnesota	9%	8%	Wyoming	3%	2%
Mississippi	5%	4%	Blank or invalid State	4%	3%
			OTHER	4%	3%

Multiply parents' total income (from Worksheet A, line 7) by the appropriate rate from the table above to get the "state and other tax allowance." Use the parents' STATE OF LEGAL RESIDENCE (FAFSA/SAR #47). If this item is blank or invalid, use the student's STATE OF LEGAL RESIDENCE (FAFSA/SAR #11). If both items are blank or invalid, use the STATE in the student's mailing address (FAFSA/SAR #6). If all three items are blank or invalid, use the rate for a blank or invalid state above.

Table A2: Social Security Tax

Calculate separately the Social Security tax of father, mother, and student.

Income Earned from Work *	Social Security Tax
$0 - $65,400	7.65% of income
$65,401 or greater	$5,003.10 + 1.45% of amount over $65,400

* Father's 1997 income earned from work is FAFSA/SAR #67.
  Mother's 1997 income earned from work is FAFSA/SAR #68.
  Student's 1997 income earned from work is FAFSA/SAR #55.
  Social Security tax will never be less than zero.

Table A3: Income Protection Allowance

Number in parents' household, including student (FAFSA/SAR #49)	Number of college students in household (FAFSA/SAR #50)				
	1	2	3	4	5
2	$12,030	$9,980	——	——	——
3	14,990	12,940	$10,880	——	——
4	18,510	16,450	14,400	$12,340	——
5	21,840	19,780	17,730	15,670	$13,630
6	25,550	23,490	21,440	19,380	17,330

NOTE: For each additional family member, add $2,880.
       For each additional college student, subtract $2,050.

Table A4: Business/Farm Net Worth Adjustment
for Worksheet A (parents only)

If the net worth of a business or farm is—	Then the adjusted net worth is—
Less than $1	$0
$1 to $85,000	40% of net worth of business & farm
$85,001 to $255,000	$ 34,000 + 50% of excess over $85,000
$255,001 to $430,000	$119,000 + 60% of excess over $255,000
$430,001 or more	$224,000 + 100% of excess over $430,000

Table A5: Education Savings and Asset Protection Allowance
for Worksheet A (parents only)

AGE OF OLDER PARENT *	Allowance if there are two parents	Allowance if there is only one parent	AGE OF OLDER PARENT *	Allowance if there are two parents	Allowance if there is only one parent
25 or less..	0	0	45	41,200	27,400
26	2,400	1,600	46	42,300	28,100
27	4,800	3,300	47	43,300	28,800
28	7,300	4,900	48	44,400	29,300
29	9,700	6,600	49	45,500	30,000
30	12,100	8,200	50	46,700	30,700
31	14,500	9,800	51	48,100	31,500
32	16,900	11,500	52	49,400	32,200
33	19,400	13,100	53	50,900	33,000
34	21,800	14,800	54	52,100	33,800
35	24,200	16,400	55	53,700	34,700
36	26,600	18,000	56	55,400	35,600
37	29,000	19,700	57	57,100	36,400
38	31,500	21,300	58	58,800	37,500
39	33,900	23,000	59	60,600	38,500
40	36,300	24,600	60	62,400	39,400
41	37,300	25,200	61	64,500	40,500
42	38,200	25,700	62	66,800	41,700
43	39,200	26,300	63	68,700	42,900
44	40,200	26,900	64	71,100	44,000
			65 or more	73,500	45,500

AGE OF OLDER PARENT is FAFSA/SAR #82; if blank, use age 45 on the table.

Table A6: Parents' Contribution From AAI

If parents' AAI is—	The parents' contribution from AAI is—
Less than -$3,409	-$750
-$3,409 to $10,800	22% of AAI
$10,801 to $13,500	$2,376 + 25% of AAI over $10,800
$13,501 to $16,200	$3,051 + 29% of AAI over $13,500
$16,201 to $19,000	$3,834 + 34% of AAI over $16,200
$19,001 to $21,700	$4,786 + 40% of AAI over $19,000
$21,701 or more	$5,866 + 47% of AAI over $21,700

Table A7: State and Other Tax Allowance
for Worksheet A (student only)

Alabama	3%	Missouri	3%
Alaska	0%	Montana	5%
American Samoa	2%	Nebraska	4%
Arizona	3%	Nevada	0%
Arkansas	4%	New Hampshire	1%
California	5%	New Jersey	3%
Canada	2%	New Mexico	4%
Colorado	4%	New York	7%
Connecticut	2%	North Carolina	5%
Delaware	5%	North Dakota	2%
District of Columbia	7%	Northern Mariana Islands	2%
Federated States		Ohio	5%
of Micronesia	2%	Oklahoma	4%
Florida	1%	Oregon	6%
Georgia	4%	Palau	2%
Guam	2%	Pennsylvania	3%
Hawaii	6%	Puerto Rico	2%
Idaho	5%	Rhode Island	4%
Illinois	2%	South Carolina	5%
Indiana	4%	South Dakota	0%
Iowa	5%	Tennessee	0%
Kansas	4%	Texas	0%
Kentucky	5%	Utah	5%
Louisiana	2%	Vermont	4%
Maine	5%	Virgin Islands	2%
Marshall Islands	2%	Virginia	4%
Maryland	6%	Washington	0%
Massachusetts	5%	West Virginia	4%
Mexico	2%	Wisconsin	5%
Michigan	4%	Wyoming	0%
Minnesota	6%	Blank or Invalid State	2%
Mississippi	3%	OTHER	2%

Multiply the total income of student (Worksheet A, line 37) by the appropriate rate from the table above to get the "state and other tax allowance." Use the student's STATE OF LEGAL RESIDENCE (FAFSA/SAR #11). If this item is blank or invalid, use the STATE in student's mailing address (FAFSA/SAR #6). If both items are blank or invalid, use the parents' STATE OF LEGAL RESIDENCE (FAFSA/SAR #47). If all three items are blank or invalid, use the rate for a blank or invalid state above.

1998-99 EFC FORMULA B : INDEPENDENT STUDENT
Without Dependent(s) Other Than A Spouse

REGULAR WORKSHEET **B**

STUDENT/SPOUSE INCOME IN 1997

1. Student's and spouse's Adjusted Gross Income (FAFSA/SAR #53)

2. a. Student's income earned from work (FAFSA/SAR #55) _____

2. b. Spouse's income earned from work (FAFSA/SAR #56) **+** _____

Total student/spouse income earned from work **= 2.**

3. Student/spouse Taxable Income
(If tax filers, enter the amount from line 1 above.
If non-tax filers, enter the amount from line 2.)

4. Untaxed income and benefits:

• Earned Income Credit (tax filers only) (FAFSA/SAR #57) _____
• Social Security benefits (FAFSA/SAR #58) _____
• Other untaxed income (FAFSA/SAR #61) **+** _____

Total untaxed income and benefits **= 4.**

5. Taxable and untaxed income (sum of line 3 and line 4)

6. Exclusions (FAFSA/SAR #62) **-**

7. TOTAL INCOME
(line 5 minus line 6) May be a negative number. **=**

ALLOWANCES AGAINST STUDENT/SPOUSE INCOME

8. 1997 U.S. income tax paid (FAFSA/SAR #54) (tax filers only); if negative, enter zero.

9. State and other tax allowance (Table B1. If negative, enter zero.) **+**

10. Student's Social Security tax (Table B2) **+**

11. Spouse's Social Security tax (Table B2) **+**

12. Income protection allowance:

• $4,250 for unmarried student;

• $4,250 for married student if both student & spouse are enrolled at least 1/2 time;

• $7,250 for married student if only the student is enrolled at least 1/2 time. **+**

13. Employment expense allowance:

• If student is not married, allowance is zero.

• If student is married but only one person is working (the student or spouse), the allowance is zero.

• If student is married and both student and spouse are working, the allowance is 35% of the lesser of the earned incomes or $2,800, whichever is less. **+**

14. TOTAL ALLOWANCES =

CONTRIBUTION FROM AVAILABLE INCOME

Total income (from line 7)		
Total allowances (from line 14)	**-**	
15. AVAILABLE INCOME (AI)	**=**	
16. Assessment rate	**X**	**.50**
17. CONTRIBUTION FROM AI May be a negative number.	**=**	

STUDENT/SPOUSE CONTRIBUTION FROM ASSETS

18. Cash, savings, & checking (FAFSA/SAR #75)

19. Other real estate & investments value * (FAFSA/SAR #76) _____

Other real estate & investments debt * (FAFSA/SAR #77) -_____

Net worth of real estate & investments
If negative, enter zero. **= 19.**

20. Business value * (FAFSA/SAR #78) _____

Business debt * (FAFSA/SAR #79) _____

Net worth of business
If negative, enter zero **= 20.**

21. Investment farm value * (FAFSA/SAR #80) _____

Investment farm debt * (FAFSA/SAR #81) -_____

Net worth of farm
If negative, enter zero. If the family resides on the farm, enter zero. **= 21.**

22. Net worth of business/farm (sum of lines 20 and 21)

23. Adjusted net worth of business/farm (Calculate using Table B3.)

24. Net worth (sum of lines 18, 19, and 23) **=**

25. Asset protection allowance (Table B4) **-**

26. Discretionary net worth (line 24 minus line 25) **=**

27. Asset conversion rate **X** **.35**

28. CONTRIBUTION FROM ASSETS
If negative, enter zero. **=**

EXPECTED FAMILY CONTRIBUTION

Contribution from AI (from line 17) May be a negative number.		
Contribution from assets (from line 28)	**+**	
29. Contribution from AI and assets	**=**	
30. Number in college in 1998-99 (FAFSA/SAR #45)	**÷**	
31. EXPECTED FAMILY CONTRIBUTION for 9-month enrollment (if negative, enter zero) **	**=**	

* Do not include the student's home.

** To calculate the student's contribution for other than 9-month enrollment, see page 2.

Worksheets - 39

NOTE: *Use this additional page to prorate the EFC only if the student will be enrolled for other than 9 months and only to determine the student's need for campus-based aid, a subsidized Federal Stafford Loan, or a subsidized Federal Direct Stafford Loan. Do not use this page to prorate the EFC for a Federal Pell Grant. The EFC for the Federal Pell Grant Program is the 9-month EFC used in conjunction with the cost of attendance to determine a Federal Pell Grant award from the Payment or Disbursement Schedule.*

REGULAR WORKSHEET Page 2 **B**

Calculation of Expected Family Contribution for a Student Enrolled for Other than 9 Months		
Expected Family Contribution (standard contribution for 9-month enrollment, from line 31)		
Divide by 9	÷	**9**
Expected Family Contribution per month	**=**	
Multiply by number of months enrollment	**X**	
Expected Family Contribution for other than 9-month enrollment	**=**	

STUDENT/SPOUSE INCOME IN 1997

1. Student's and spouse's Adjusted Gross Income (FAFSA/SAR #53)	
2. a. Student's income earned from work (FAFSA/SAR #55) _____	
2. b. Spouse's income earned from work (FAFSA/SAR #56) + _____	
Total student/spouse income earned from work = **2.**	
3. Student/spouse Taxable Income (If tax filers, enter the amount from line 1 above. If non-tax filers, enter the amount from line 2.)	
4. Untaxed income and benefits:	
• Earned Income Credit (tax filers only) (FAFSA/SAR #57) _____	
• Social Security benefits (FAFSA/SAR #58) _____	
• Other untaxed income (FAFSA/SAR #61) + _____	
Total untaxed income and benefits = **4.**	
5. Taxable and untaxed income (sum of line 3 and line 4)	
6. Exclusions (FAFSA/SAR #62) **-**	
7. TOTAL INCOME (line 5 minus line 6) May be a negative number. **=**	

ALLOWANCES AGAINST STUDENT/SPOUSE INCOME

8. 1997 U.S. income tax paid (FAFSA/SAR #54) (tax filers only); if negative, enter zero.	
9. State and other tax allowance (Table B1. If negative, enter zero.) **+**	
10. Student's Social Security tax (Table B2) **+**	
11. Spouse's Social Security tax (Table B2) **+**	
12. Income protection allowance: • $4,250 for unmarried student; • $4,250 for married student if both student & spouse are enrolled at least 1/2 time; • $7,250 for married student if only the student is enrolled at least 1/2 time. **+**	
13. Employment expense allowance: • If student is not married, allowance is zero. • If student is married but only one person is working (the student or spouse), the allowance is zero. • If student is married and both student and spouse are working, the allowance is 35% of the lesser of the earned incomes or $2,800, whichever is less. **+**	
14. TOTAL ALLOWANCES =	

CONTRIBUTION FROM AVAILABLE INCOME

Total income (from line 7)		
Total allowances (from line 14)	**-**	
15. AVAILABLE INCOME (AI)	**=**	
16. Assessment rate	**X**	**.50**
17. CONTRIBUTION FROM AI May be a negative number.	**=**	

STUDENT/SPOUSE CONTRIBUTION FROM ASSETS

18. Cash, savings, & checking (FAFSA/SAR #75)	
19. Other real estate & investments value * (FAFSA/SAR #76) _____ Other real estate & investments debt * (FAFSA/SAR #77) -_____ Net worth of real estate & investments If negative, enter zero. **= 19.**	
20. Business value * (FAFSA/SAR #78) _____ Business debt * (FAFSA/SAR #79) _____ Net worth of business If negative, enter zero **= 20.**	
21. Investment farm value * (FAFSA/SAR #80) _____ Investment farm debt * (FAFSA/SAR #81) -_____ Net worth of farm If negative, enter zero. If the family resides on the farm, enter zero. **= 21.**	
22. Net worth of business/farm (sum of lines 20 and 21)	
23. Adjusted net worth of business/farm (Calculate using Table B3.)	
24. Net worth (sum of lines 18, 19, and 23) **=**	
25. Asset protection allowance (Table B4) **-**	
26. Discretionary net worth (line 24 minus line 25) **=**	
27. Asset conversion rate **X**	**.35**
28. CONTRIBUTION FROM ASSETS If negative, enter zero. **=**	

EXPECTED FAMILY CONTRIBUTION

Contribution from AI (from line 17) May be a negative number.		
Contribution from assets (from line 28)	**+**	
29. Contribution from AI and assets	**=**	
30. Number in college in 1998-99 (FAFSA/SAR #45)	**÷**	
31. EXPECTED FAMILY CONTRIBUTION for 9-month enrollment (if negative, enter zero) * *	**=**	

* Do not include the student's home.

* * To calculate the student's contribution for other than 9-month enrollment, see page 2.

NOTE: *Use this additional page to prorate the EFC only if the student will be enrolled for other than 9 months and only to determine the student's need for campus-based aid, a subsidized Federal Stafford Loan, or a subsidized Federal Direct Stafford Loan. Do not use this page to prorate the EFC for a Federal Pell Grant. The EFC for the Federal Pell Grant Program is the 9-month EFC used in conjunction with the cost of attendance to determine a Federal Pell Grant award from the Payment or Disbursement Schedule.*

SIMPLIFIED WORKSHEET Page 2

B

Calculation of Expected Family Contribution for a Student Enrolled for Other than 9 Months		
Expected Family Contribution (standard contribution for 9-month enrollment, from line 31)		
Divide by 9	÷	**9**
Expected Family Contribution per month	**=**	
Multiply by number of months enrollment	**X**	
Expected Family Contribution for other than 9-month enrollment	**=**	

Table B1: State and Other Tax Allowance

Alabama	3%	Missouri	3%
Alaska	0%	Montana	5%
American Samoa	2%	Nebraska	4%
Arizona	3%	Nevada	0%
Arkansas	4%	New Hampshire	1%
California	5%	New Jersey	3%
Canada	2%	New Mexico	4%
Colorado	4%	New York	7%
Connecticut	2%	North Carolina	5%
Delaware	5%	North Dakota	2%
District of Columbia	7%	Northern Mariana Islands	2%
Federated States		Ohio	5%
of Micronesia	2%	Oklahoma	4%
Florida	1%	Oregon	6%
Georgia	4%	Palau	2%
Guam	2%	Pennsylvania	3%
Hawaii	6%	Puerto Rico	2%
Idaho	5%	Rhode Island	4%
Illinois	2%	South Carolina	5%
Indiana	4%	South Dakota	0%
Iowa	5%	Tennessee	0%
Kansas	4%	Texas	0%
Kentucky	5%	Utah	5%
Louisiana	2%	Vermont	4%
Maine	5%	Virgin Islands	2%
Marshall Islands	2%	Virginia	4%
Maryland	6%	Washington	0%
Massachusetts	5%	West Virginia	4%
Mexico	2%	Wisconsin	5%
Michigan	4%	Wyoming	0%
Minnesota	6%	Blank or Invalid State	2%
Mississippi	3%	OTHER	2%

Multiply the total income of student and spouse (Worksheet B, line 7) by the appropriate rate from table above to get the "state and other tax allowance." Use the student's STATE OF LEGAL RESIDENCE (FAFSA/SAR #11) reported on the FAFSA. If this item is blank or invalid, use the state in the student's mailing address (FAFSA/SAR #6). If both items are blank or invalid, use rate for blank or invalid state above.

Table B2: Social Security Tax

Calculate separately the Social Security tax of student and spouse.

Income Earned from Work *	Social Security Tax
$0 - $65,400	7.65% of income
$65,401 or greater	$5,003.10 + 1.45% of amount over $65,400

> * Student's 1997 income earned from work is FAFSA/SAR #55.
> Spouse's 1997 income earned from work is FAFSA/SAR #56.
> Social Security tax will never be less than zero.

Table B3:   Business/Farm Net Worth Adjustment

If the net worth of a business or farm is—	Then the adjusted net worth is—
Less than $1	$0
$1 to $85,000	40% of net worth of business & farm
$85,001 to $255,000	$ 34,000 + 50% of excess over $85,000
$255,001 to $430,000	$119,000 + 60% of excess over $255,000
$430,001 or more	$224,000 + 100% of excess over $430,000

Table B4
Asset Protection Allowance

Age of student as of 12/31/98 *	Allowance for—	
	Married Student	Unmarried Student
25 or less..	0	0
26	2,400	1,600
27	4,800	3,300
28	7,300	4,900
29	9,700	6,600
30	12,100	8,200
31	14,500	9,800
32	16,900	11,500
33	19,400	13,100
34	21,800	14,800
35	24,200	16,400
36	26,600	18,000
37	29,000	19,700
38	31,500	21,300
39	33,900	23,000
40	36,300	24,600
41	37,300	25,200
42	38,200	25,700
43	39,200	26,300
44	40,200	26,900
45	41,200	27,400
46	42,300	28,100
47	43,300	28,800
48	44,400	29,300
49	45,500	30,000
50	46,700	30,700
51	48,100	31,500
52	49,400	32,200
53	50,900	33,000
54	52,100	33,800
55	53,700	34,700
56	55,400	35,600
57	57,100	36,400
58	58,800	37,500
59	60,600	38,500
60	62,400	39,400
61	64,500	40,500
62	66,800	41,700
63	68,700	42,900
64	71,100	44,000
65 or more	73,500	45,500

* Determine student's age as of 12/31/98 from student's date of birth (FAFSA/SAR #9)

1998-99 EFC FORMULA C : INDEPENDENT STUDENT
With Dependent(s) Other Than A Spouse

STUDENT/SPOUSE INCOME IN 1997

1. Student's and spouse's Adjusted Gross Income (FAFSA/SAR #53)

2. a. Student's income earned from work (FAFSA/SAR #55) _____

2. b. Spouse's income earned from work (FAFSA/SAR #56) + _____

   Total student/spouse income earned from work **= 2.**

3. Student/spouse Taxable Income
   (If tax filers, enter the amount from line 1 above.
   If non-tax filers, enter the amount from line 2.) *

4. Untaxed income and benefits:

   • Earned Income Credit (tax filers only) (FAFSA/SAR #57) _____
   • Social Security benefits (FAFSA/SAR #58) + _____
   • AFDC/ADC (FAFSA/SAR #59) + _____
   • Child support received (FAFSA/SAR #60) + _____
   • Other untaxed income (FAFSA/SAR #61) + _____

   Total untaxed income and benefits **= 4.**

5. Taxable and untaxed income (sum of line 3 and line 4)

6. Exclusions (FAFSA/SAR #62) -

7. **TOTAL INCOME**
   (line 5 minus line 6) May be a negative number. **=**

ALLOWANCES AGAINST STUDENT/SPOUSE INCOME

8. 1997 U.S. income tax paid (FAFSA/SAR #56) (tax filers only); if negative, enter zero.

9. State and other tax allowance (Table C1. If negative, enter zero.) **+**

10. Student's Social Security tax (Table C2) **+**

11. Spouse's Social Security tax (Table C2) **+**

12. Income protection allowance (Table C3) **+**

13. Employment expense allowance:

   • Student and spouse both working: 35% of the lesser of the earned incomes, or $2,800, whichever is less.
   • One-parent families: 35% of earned income, or $2,800, whichever is less)
   • Student or spouse working (not both): zero **+**

14. **TOTAL ALLOWANCES =**

AVAILABLE INCOME

   Total income (from line 7)

   Total allowances (from line 14) **-**

15. **AVAILABLE INCOME (AI)**
   May be a negative number. **=**

* STOP HERE if both of the following are true: line 3 is $12,000 or less, *and* the student & spouse are eligible to file a 1997 IRS Form 1040A or 1040EZ (they are not required to file a 1997 Form 1040, or they are not required to file any income tax return)—the student's EFC is zero.

STUDENT/SPOUSE CONTRIBUTION FROM ASSETS

16. Cash, savings, & checking (FAFSA/SAR #75)

17. Other real estate & investments value ** (FAFSA/SAR #76) _____

   Other real estate & investments debt ** (FAFSA/SAR #77) - _____

   Net worth of real estate & investments
   If negative, enter zero. **= 17.**

18. Business value ** (FAFSA/SAR #78) _____

   Business debt ** (FAFSA/SAR #79) - _____

   Net worth of business
   If negative, enter zero **= 18.**

19. Investment farm value ** (FAFSA/SAR #80) _____

   Investment farm debt ** (FAFSA/SAR #81) - _____

   Net worth of farm
   If negative, enter zero. If the family resides on the farm, enter zero. **= 19.**

20. Net worth of business/farm (sum of lines 18 and 19)

21. Adjusted net worth of business/farm (Calculate using Table C4.) **+**

22. **Net worth** (sum of lines 16, 17, and 21) **=**

23. Asset protection allowance (Table C5) **-**

24. **Discretionary net worth** (line 22 minus line 23) **=**

25. Asset conversion rate X **.12**

26. **CONTRIBUTION FROM ASSETS**
   If negative, enter zero. **=**

EXPECTED FAMILY CONTRIBUTION

Available income (AI) (from line 15)

Contribution from assets (from line 26) **+**

27. **Adjusted available income (AAI)**
   May be a negative number **=**

28. **Total contribution from AAI**
   (Calculate using Table C6; if negative, enter zero.)

29. **Number in college in 1998-99**
   (FAFSA/SAR #45) **÷**

30. **EXPECTED FAMILY CONTRIBUTION**
   for 9-month enrollment *** **=**

** Do not include the net value of the family's home.

*** To calculate the EFC for other than 9-month enrollment, see page 2.

NOTE: *Use this additional page to prorate the EFC only if the student will be enrolled for other than 9 months and only to determine the student's need for campus-based aid, a subsidized Federal Stafford Loan, or a subsidized Federal Direct Stafford Loan. Do not use this page to prorate the EFC for a Federal Pell Grant. The EFC for the Federal Pell Grant Program is the 9-month EFC used in conjunction with the cost of attendance to determine a Federal Pell Grant award from the Payment or Disbursement Schedule.*

REGULAR WORKSHEET Page 2 **C**

Calculation of Expected Family Contribution for a Student Enrolled for Other than 9 Months		
Expected Family Contribution (standard contribution for 9-month enrollment, from line 31)		
Divide by 9	÷	**9**
Expected Family Contribution per month	**=**	
Multiply by number of months enrollment	**X**	
Expected Family Contribution for other than 9-month enrollment	**=**	

1998-99 EFC FORMULA C : INDEPENDENT STUDENT
With Dependent(s) Other Than A Spouse

SIMPLIFIED WORKSHEET C

STUDENT/SPOUSE INCOME IN 1997

1. Student's and spouse's Adjusted Gross Income
(FAFSA/SAR #53)

2. a. Student's income earned from work
(FAFSA/SAR #55) _____

2. b. Spouse's income earned from work
(FAFSA/SAR #56) **+** _____

Total student/spouse income earned from work **= 2.**

3. Student/spouse Taxable Income
(If tax filers, enter the amount from line 1 above.
If non-tax filers, enter the amount from line 2.) *

4. Untaxed income and benefits:

• Earned Income Credit (tax filers only)
(FAFSA/SAR #57) _____
• Social Security benefits
(FAFSA/SAR #58) **+** _____
• AFDC/ADC (FAFSA/SAR #59) **+** _____
• Child support received
(FAFSA/SAR #60) **+** _____
• Other untaxed income
(FAFSA/SAR #61) **+** _____

Total untaxed income and benefits **= 4.**

5. Taxable and untaxed income (sum of line 3 and line 4)

6. Exclusions (FAFSA/SAR #62) **-**

7. TOTAL INCOME
(line 5 minus line 6) May be a negative number. **=**

ALLOWANCES AGAINST STUDENT/SPOUSE INCOME

8. 1997 U.S. income tax paid (FAFSA/SAR #56)
(tax filers only); if negative, enter zero.

9. State and other tax allowance
(Table C1. If negative, enter zero.) **+**

10. Student's Social Security tax (Table C2) **+**

11. Spouse's Social Security tax (Table C2) **+**

12. Income protection allowance (Table C3) **+**

13. Employment expense allowance:

• Student and spouse both working:
35% of the lesser of the earned
incomes, or $2,800, whichever is less.

• One-parent families: 35% of earned
income, or $2,800, whichever is less)

• Student or spouse working (not both): zero **+**

14. TOTAL ALLOWANCES =

AVAILABLE INCOME

Total income (from line 7)

Total allowances (from line 14) **-**

15. AVAILABLE INCOME (AI)
May be a negative number. **=**

---

* STOP HERE if both of the following are true: line 3 is $12,000 or less,
and the student & spouse are eligible to file a 1997 IRS Form 1040A
or 1040EZ (they are not required to file a 1997 Form 1040, or they are
not required to file any income tax return)—the student's EFC is zero.

STUDENT/SPOUSE CONTRIBUTION FROM ASSETS

16. Cash, savings, & checking (FAFSA/SAR #75)

17. Other real estate & investments value **
(FAFSA/SAR #76) _____

Other real estate & investments debt **
(FAFSA/SAR #77) - _____

Net worth of real estate & investments
If negative, enter zero. **= 17.**

18. Business value **
(FAFSA/SAR #78) _____

Business debt **
(FAFSA/SAR #79) - _____

Net worth of business
If negative, enter zero **= 18.**

19. Investment farm value **
(FAFSA/SAR #80) _____

Investment farm debt **
(FAFSA/SAR #81) - _____

Net worth of farm
If negative, enter zero. If the family
resides on the farm, enter zero. **= 19.**

20. Net worth of business/farm
(sum of lines 18 and 19)

21. Adjusted net worth of business/farm
(Calculate using Table C4.) **+**

22. Net worth (sum of lines 16, 17, and 21) **=**

23. Asset protection allowance (Table C5) **-**

24. Discretionary net worth (line 22 minus line 23) **=**

25. Asset conversion rate **X** **.12**

26. CONTRIBUTION FROM ASSETS
If negative, enter zero. **=**

EXPECTED FAMILY CONTRIBUTION

Available income (AI) (from line 15)

Contribution from assets (from line 26) **+**

27. Adjusted available income (AAI)
May be a negative number **=**

28. Total contribution from AAI
(Calculate using Table C6; if negative, enter zero.)

29. Number in college in 1998-99
(FAFSA/SAR #45) **÷**

30. EXPECTED FAMILY CONTRIBUTION
for 9-month enrollment *** **=**

** Do not include the net value of the family's home.

*** To calculate the EFC for other than 9-month enrollment,
see page 2.

NOTE: *Use this additional page to prorate the EFC only if the student will be enrolled for other than 9 months and only to determine the student's need for campus-based aid, a subsidized Federal Stafford Loan, or a subsidized Federal Direct Stafford Loan. Do not use this page to prorate the EFC for a Federal Pell Grant. The EFC for the Federal Pell Grant Program is the 9-month EFC used in conjunction with the cost of attendance to determine a Federal Pell Grant award from the Payment or Disbursement Schedule.*

SIMPLIFIED WORKSHEET Page 2

C

Calculation of Expected Family Contribution for a Student Enrolled for Other than 9 Months		
Expected Family Contribution (standard contribution for 9-month enrollment, from line 31)		
Divide by 9	÷	**9**
Expected Family Contribution per month	**=**	
Multiply by number of months enrollment	**X**	
Expected Family Contribution for other than 9-month enrollment	**=**	

Table C1: State and Other Tax Allowance

STATE	PERCENT OF TOTAL INCOME		STATE	PERCENT OF TOTAL INCOME	
	$0-14,999	$15,000 or more		$0-14,999	$15,000 or more
Alabama	5%	4%	Missouri	6%	5%
Alaska	3%	2%	Montana	8%	7%
American Samoa	4%	3%	Nebraska	8%	7%
Arizona	6%	5%	Nevada	3%	2%
Arkansas	6%	5%	New Hampshire	7%	6%
California	8%	7%	New Jersey	8%	7%
Canada	4%	3%	New Mexico	6%	5%
Colorado	7%	6%	New York	11%	10%
Connecticut	6%	5%	North Carolina	8%	7%
Delaware	8%	7%	North Dakota	6%	5%
District of Columbia	10%	9%	Northern Mariana Islands	4%	3%
Federated States of Micronesia	4%	3%	Ohio	8%	7%
Florida	4%	3%	Oklahoma	6%	5%
Georgia	7%	6%	Oregon	10%	9%
Guam	4%	3%	Palau	4%	3%
Hawaii	8%	7%	Pennsylvania	7%	6%
Idaho	7%	6%	Puerto Rico	4%	3%
Illinois	6%	5%	Rhode Island	9%	8%
Indiana	6%	5%	South Carolina	8%	7%
Iowa	8%	7%	South Dakota	4%	3%
Kansas	7%	6%	Tennessee	3%	2%
Kentucky	7%	6%	Texas	3%	2%
Louisiana	4%	3%	Utah	8%	7%
Maine	9%	8%	Vermont	8%	7%
Marshall Islands	4%	3%	Virgin Islands	4%	3%
Maryland	9%	8%	Virginia	8%	7%
Massachusetts	9%	8%	Washington	4%	3%
Mexico	4%	3%	West Virginia	6%	5%
Michigan	9%	8%	Wisconsin	10%	9%
Minnesota	9%	8%	Wyoming	3%	2%
Mississippi	5%	4%	Blank or invalid State	4%	3%
			OTHER	4%	3%

Multiply the total income of student and spouse (from Worksheet C, line 7) by the appropriate rate from the table above to get the "state and other tax allowance." Use the student's STATE OF LEGAL RESIDENCE (FAFSA/SAR #11) reported on the FAFSA. If this item is blank or invalid, use the STATE in the student's mailing address (FAFSA/SAR #6). If both items are blank or invalid, use the rate for blank or invalid state above.

Table C2: Social Security Tax

Calculate separately the Social Security tax of student and spouse.

Income Earned from Work *	Social Security Tax
$0 - $65,400	7.65% of income
$65,401 or greater	$5,003.10 + 1.45% of amount over $65,400

*   Student's 1997 income earned from work is FAFSA/SAR #55.
Spouse's 1997 income earned from work is FAFSA/SAR #56.
Social Security tax will never be less than zero.

Table C3: Income Protection Allowance

Number in student's household, including student (FAFSA/SAR #44)	Number of college students in household (FAFSA/SAR #45)				
	1	2	3	4	5
2	$12,030	$9,980	——	——	——
3	14,990	12,940	$10,880	——	——
4	18,510	16,450	14,400	$12,340	——
5	21,840	19,780	17,730	15,670	$13,630
6	25,550	23,490	21,440	19,380	17,330

NOTE: For each additional family member, add $2,880.
For each additional college student, subtract $2,050

Table C4: Business/Farm Net Worth Adjustment

If the net worth of a business or farm is—	Then the adjusted net worth is—
Less than $1	$0
$1 to $85,000	40% of net worth of business & farm
$85,001 to $255,000	$ 34,000 + 50% of excess over $85,000
$255,001 to $430,000	$119,000 + 60% of excess over $255,000
$430,001 or more	$224,000 + 100% of excess over $430,000

Table C5: Asset Protection Allowance

Age of student as of 12/31/98*	Allowance for— Married Student	Allowance for— Unmarried Student	Age of student as of 12/31/98*	Allowance for— Married Student	Allowance for— Unmarried Student
25 or less..	0	0	45	41,200	27,400
26	2,400	1,600	46	42,300	28,100
27	4,800	3,300	47	43,300	28,800
28	7,300	4,900	48	44,400	29,300
29	9,700	6,600	49	45,500	30,000
30	12,100	8,200	50	46,700	30,700
31	14,500	9,800	51	48,100	31,500
32	16,900	11,500	52	49,400	32,200
33	19,400	13,100	53	50,900	33,000
34	21,800	14,800	54	52,100	33,800
35	24,200	16,400	55	53,700	34,700
36	26,600	18,000	56	55,400	35,600
37	29,000	19,700	57	57,100	36,400
38	31,500	21,300	58	58,800	37,500
39	33,900	23,000	59	60,600	38,500
40	36,300	24,600	60	62,400	39,400
41	37,300	25,200	61	64,500	40,500
42	38,200	25,700	62	66,800	41,700
43	39,200	26,300	63	68,700	42,900
44	40,200	26,900	64	71,100	44,000
			65 or more	73,500	45,500

* Determine student's age as of 12/31/98 from student's date of birth (FAFSA/SAR #9)

Table C6: Contribution From AAI

If student's AAI is—	The student's contribution from AAI is—
Less than -$3,409	-$750
-$3,409 to $10,800	22% of AAI
$10,801 to $13,500	$2,376 + 25% of AAI over $10,800
$13,501 to $16,200	$3,051 + 29% of AAI over $13,500
$16,201 to $19,000	$3,834 + 34% of AAI over $16,200
$19,001 to $21,700	$4,786 + 40% of AAI over $19,000
$21,701 or more	$5,866 + 47% of AAI over $21,700