The Honorable Mike Johnson Speaker United States House of Representatives The Honorable John Thune Majority Leader United States Senate

The Honorable Hakeem Jeffries
Minority Leader
United States House of Representatives

The Honorable Chuck Schumer Minority Leader United States Senate

March 15, 2025

Dear Speaker Johnson, Leader Thune, Leader Jeffries, and Leader Schumer:

As you consider the budget reconciliation package, 101 organizations, institutions, and advocates committed to prioritizing a strong American workforce and economy urge you to support the success of postsecondary students by avoiding harmful cuts to financial aid and public benefits.

It is projected that <u>by 2031</u>, 72 percent of jobs will require postsecondary education. Further 42 percent of all jobs will require at least a bachelor's degree and 29 percent of jobs will require some postsecondary training or an associate degree. In order to meet employers' current and growing hiring needs, it is essential the American workforce is adequately prepared. Investing in postsecondary education and students' basic needs is an investment in the future success of the American economy.

We ask you to consider the following as you work through the budget reconciliation process:

- Protect Pell Grants: Pell Grants have served as the cornerstone of federal financial aid for students from low-income backgrounds, providing crucial support for roughly 7 million students each year. We urge Congress to preserve Pell Grant funding in reconciliation, ensuring the most at risk students are able to receive access to this money and finish their education. Congress should shore up the Pell Grant program, including maintaining eligibility and the current maximum award of \$7,395.
- Protect Student Loans: Millions of college students depend on student loans to pursue higher
 education pathways and become strong contributors to the American workforce. The availability of
 low-interest student loans and affordable repayment options support the long-term economic growth of
 the American economy and workforce. We ask Congress to protect the ability of students to receive
 grant and loan aid that meets their cost of attendance while they're enrolled, and:
 - Public Service Loan Forgiveness (PSLF): Employers across the country, including the military and employers in rural regions, rely on PSLF to recruit and retain workers in public and nonprofit positions that provide essential services and can be difficult to fill. The long-term investment in this program provides dividends to the American economy. PSLF eligibility and benefits should be retained for people working in the public and non-profit sectors.
 - Income-Driven Repayment (IDR): Every student borrower should have access to an affordable IDR plan with debt forgiveness so that they can meet their monthly payment obligations and

remain in good standing.

- Risk-Sharing: Congress should use caution in creating policies that may have the unintended consequence of increasing the cost of postsecondary education and decreasing access to higher education for low-income students. While it is essential that Congress implement and maintain guardrails to protect against predatory behavior, it is just as important to avoid sweeping policies that could have significantly negative impacts.
- **Preserve Federal Programs that Support College Completion:** Food insecurity and medical issues put a student's ability to attain a degree at risk. We recommend Congress preserve:
 - Supplemental Nutrition Assistance Program (SNAP): At least two million low-income college students rely on SNAP to cover the high cost of food for themselves and their children. This benefit can mean the difference between a student staying enrolled and dropping out, which often leaves them with debt but no degree. The SNAP program is already extremely difficult for most students to access. Congress should reject any proposal to cut benefits or limit access to SNAP.
 - Medicaid: History has shown that when federal funding for Medicaid is slashed, states shift funding away from higher education, resulting in higher costs to students. Congress should consider these implications and maintain Medicaid funding.

Today's students include 37 percent that are older than 25 years old, 49 percent that are financially independent, and 24 percent who are parenting students to build opportunities for their families.

Policies that contribute to degree completion for students who choose to pursue postsecondary education will broaden their career prospects, reduce the likelihood they will need public assistance in their lifetime, and build a competitive economy.

We urge you to reaffirm Congress's historically bipartisan commitment to postsecondary education, today's students, and building a competitive workforce. Thank you for the consideration of these important requests. We look forward to continuing to work with you.

Sincerely,

Today's Students Coalition Alabama Possible

#DegreesNYC American Council on Education

10,000 Degrees America Forward

Access College Foundation Association of Community College Trustees

Achieve Atlanta Believe in Students

AFT, AFL-CIO BLU Educational Foundation

Boys & Girls Club of Dane County Fulfillment Fund Las Vegas **Breakthrough Central Texas Generation Hope CAEL** Goddard Riverside California Competes **Great Aspirations Scholarship Program** Campaign for College Opportunity Heights Philadelphia Carolina Youth Coalition Higher Expectations for Racine County Center for Higher Education Policy and Practice at Hildreth Institute **SNHU** I know I can College AIM Inside Track College Beyond Jeremiah Program College Now Greater Cleaveland KIPP Baltimore College Success Foundation Latino U College Access College Community Career LeadMN College Tracks LEAP Tampa Bay College Access Network Community Bridges, Inc. LIFT **CUNY University Student Senate** Los Angeles United Methodist Urban Foundation Denver Scholarship Foundation Michigan College Access Network Detroit College Access Network Middlesex College **DPS** More than Bootstraps **DSF** NASPA - Student Affairs Administrators in Higher **DVP-Praxi LTD** Education Earn to Learn National College Attainment Network Ed Trust Louisiana Natrona County School District Edward A Reynolds Transfer High School New America Higher Education Program Fair Opportunity Project Niswonger Foundation First Generation College Bound Northern California College Promise Coalition Florida College Access Network On Point for College Florida Impact to End Hunger One Family **Fulfillment Fund** One Goal

Onward WE Learn Toledo Tomorrow

Operation Jump Start UAspire

Partners for a Hunger-Free Oregon University of California Student Association

Partners for Rural Impact UPCEA

Project GRAD Akron <u>Understandingfafsa.org</u>

Puentes New Orleans Washington Food Coalition

RAMC: Rebuilding America's Middle Class Washington's Postsecondary Basic Needs Coalition

Reach Higher Montana Woodward Hines Education Foundation

SchoolHouse Connection Yes We Must Coalition

SoCal CAN Individuals

Spartanburg Academic Movement Robyn Bland

Student Veterans of America Becca Glosser

The Denver Scholarship Foundation Jewel Hanks

The Ed Trust Karlee Knuth

The Hope Center for Student Basic Needs Jennifer Lambert

The Institute for College Access and Success Ginny Larkin-Thorsen

The Pittsburgh Promise Cadence Rankin