UPDATE ON IMPACTS OF FEDERAL SEQUESTRATION

TJ21 Implementation Task Force
May 20, 2013
Impacts of Sequestration

Reductions in:

1. Student Financial Aid and Assistance
2. Research Grant-making
2. Workforce Development / Job Training
1. Selected Other Programs
Financial Aid and Assistance

A. Supplementary Educational Opportunity Grants (SEOG)

B. Federal Work Study (FWS)

C. Teacher Education Assistance for College and Higher Education (TEACH) Grants

D. Iraq-Afghanistan Service Grants (IASG)

E. Direct-loan Loan Fees
Research Grant-making

A. National Institutes of Health (NIH)
B. National Science Foundation (NSF)
C. Departments of Defense, Energy, and Agriculture; NASA; National Endowment for the Humanities (NEH)

Estimates place total FY2013 reductions of federal funds for research in the $9.5-12.0 billion range, with cuts of $3.0-3.5 billion for academic research.
Federal workforce-development and job-training programs will be reduced by $460 million nationally and $348,000 in Virginia.

Community colleges and other entities will be unable to serve millions of Americans and thousands of Virginians.
Selected Other Sequestration Impacts

College-Prep/Access Programs
A. TRIO Programs (e.g., Upward Bound)
B. GEAR UP Programs
C. College Access Challenge Grant

Medicare

Medicare spending will be reduced by 2% per year from FY2013-FY2021, which will significantly impact medical education and university-provided health care.