

Table A1: State and Other Tax Allowance
for EFC Formula 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	3%	2%	Missouri	5%	4%
Alaska	2%	1%	Montana	5%	4%
American Samoa	3%	2%	Nebraska	5%	4%
Arizona	4%	3%	Nevada	3%	2%
Arkansas	4%	3%	New Hampshire	5%	4%
California	7%	6%	New Jersey	8%	7%
Canada and Canadian			New Mexico	4%	3%
Provinces	3%	2%	New York	9%	8%
Colorado	4%	3%	North Carolina	6%	5%
Connecticut	7%	6%	North Dakota	2%	1%
Delaware	4%	3%	Northern Mariana		
District of Columbia	7%	6%	Islands	3%	2%
Federated States			Ohio	6%	5%
of Micronesia	3%	2%	Oklahoma	6%	5%
Florida	3%	2%	Oregon	7%	6%
Georgia	6%	5%	Palau	3%	2%
Guam	3%	2%	Pennsylvania	5%	4%
Hawaii	4%	3%	Puerto Rico	3%	2%
Idaho	5%	4%	Rhode Island	7%	6%
Illinois	5%	4%	South Carolina	5%	4%
Indiana	4%	3%	South Dakota	2%	1%
Iowa	5%	4%	Tennessee	2%	1%
Kansas	5%	4%	Texas	3%	2%
Kentucky	5%	4%	Utah	5%	4%
Louisiana	3%	2%	Vermont	5%	4%
Maine	6%	5%	Virgin Islands	3%	2%
Marshall Islands	3%	2%	Virginia	5%	4%
Maryland	7%	6%	Washington	4%	3%
Massachusetts	6%	5%	West Virginia	3%	2%
Mexico	3%	2%	Wisconsin	7%	6%
Michigan	5%	4%	Wyoming	2%	1%
Minnesota	6%	5%	Blank or Invalid		
Mississippi	4%	3%	State	3%	2%
			OTHER	3%	2%

Multiply Parents' Total Income (EFC Formula Worksheet A, line 7) by the appropriate rate from the table above to get the "State and Other Tax Allowance" (EFC Formula Worksheet A, line 9). Use the parents' State of Legal Residence (FAFSA/SAR #68). If this item is blank or invalid, use the student's State of Legal Residence (FAFSA/SAR #18). 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 - \$97,500	7.65% of income
\$97,501 or greater	\$7,458.75 + 1.45% of amount over \$97,500

*Father's/stepfather's 2007 income earned from work is FAFSA/SAR #82.
 Mother's/stepmother's 2007 income earned from work is FAFSA/SAR #83.
 Student's 2007 income earned from work is FAFSA/SAR #38.
 Social Security tax will never be less than zero.

Table A3: Income Protection Allowance

Number in parents' household, including student (FAFSA/SAR #66)	Number of college students in household (FAFSA/SAR #67)				
	1	2	3	4	5
2	\$15,380	\$12,750	_____	_____	_____
3	19,150	16,540	\$13,900	_____	_____
4	23,660	21,020	18,410	\$15,770	_____
5	27,910	25,280	22,660	20,030	\$17,410
6	32,650	30,010	27,400	24,770	22,150

Note: For each additional family member, add \$3,680.
 For each additional college student (except parents), subtract \$2,620.

Table A4: Business/Farm Net Worth Adjustment
 for EFC Formula 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 \$110,000	40% of net worth of business/farm			
\$110,001 to \$330,000	\$ 44,000	+	50%	of net worth over \$110,000
\$330,001 to \$550,000	\$154,000	+	60%	of net worth over \$330,000
\$550,001 or more	\$286,000	+	100%	of net worth over \$550,000

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

<i>Age of older parent as of 12/31/2008*</i>	Allowance if there are two parents	Allowance if there is only one parent	<i>Age of older parent as of 12/31/2008*</i>	Allowance if there are two parents	Allowance if there is only one parent
25 or less ...	\$0	\$0	45	\$43,400	\$17,900
26	2,600	1,100	46	44,500	18,300
27	5,100	2,100	47	45,600	18,800
28	7,700	3,200	48	46,700	19,200
29	10,200	4,300	49	47,900	19,700
30	12,800	5,300	50	49,000	20,100
31	15,400	6,400	51	50,500	20,500
32	17,900	7,500	52	51,800	21,000
33	20,500	8,500	53	53,300	21,500
34	23,000	9,600	54	54,600	22,100
35	25,600	10,700	55	56,300	22,600
36	28,200	11,700	56	57,600	23,200
37	30,700	12,800	57	59,300	23,700
38	33,300	13,900	58	61,100	24,400
39	35,800	14,900	59	62,900	25,000
40	38,400	16,000	60	64,700	25,700
41	39,300	16,400	61	66,600	26,300
42	40,300	16,700	62	68,500	27,000
43	41,300	17,100	63	70,800	27,800
44	42,300	17,600	64	72,800	28,500
			65 or over ..	75,200	29,300

*Determine the age of the older parent listed in FAFSA/SAR #61 and #65 as of 12/31/08.
If no parent date of birth is provided, use age 45.

Table A6: Parents' Contribution from AAI

If parents' AAI is—	The parents' contribution from AAI is—
Less than -\$3,409	-\$750
-\$3,409 to \$13,700	22% of AAI
\$13,701 to \$17,300	\$3,014 + 25% of AAI over \$13,700
\$17,301 to \$20,800	\$3,914 + 29% of AAI over \$17,300
\$20,801 to \$24,300	\$4,929 + 34% of AAI over \$20,800
\$24,301 to \$27,800	\$6,119 + 40% of AAI over \$24,300
\$27,801 or more	\$7,519 + 47% of AAI over \$27,800

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

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

Multiply the student's total income (EFC Formula Worksheet A, line 35) by the appropriate rate from the table above to get the "state and other tax allowance" (EFC Formula Worksheet A, line 37). Use the student's state of legal residence (FAFSA/SAR #18). 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 parents' state of legal residence (FAFSA/SAR #68). If all three items are blank or invalid, use the rate for a blank or invalid state above.