Defining Program Success

Taking a closer look at Gainful Employment.
PROGRAM 1

10 Graduates Earning $30,000/year
Loan Payment $3,650* /year

*Annual loan payment of $3,650 = $26,431 based on a 10 year amortization at a 6.8% interest rate.

12.1% Debt/Earnings Rate = Program Failure
PROGRAM 2
99 Graduates Earning $20,000/year
Loan Payment $3,650/year

Annual Earnings $20,000/year

18.25% Debt/Earnings Rate = Program Failure
PROGRAM 3
200 Graduates Earning $10,000/year

99 borrowed
- Loan payment $3,650/year

101 did not borrow
- $10,000/year no debt

0% Debt/Earnings Rate = Program Exempt