

Lifetime Welfare Based on College Financing

Demographics i

College Graduation

- ☒ Yes
☐ No

Income Level

- ☐ Bottom 20%
☐ 21-40%
☐ 41-60%
☒ 61-80%
☐ Top 20%

Financing i

Amount

- ☐ \$5k
☒ \$30k
☐ \$70k

Risk i

Risk Aversion

- ☐ 1
☒ 2
☐ 3
☐ 4
☐ Population weighted



THE TYPICAL COLLEGE GRAD

The typical college grad earns an income at the 61st-80th percentile and borrows \$30k in loans. They are not very risk adverse, with an average savings of \$1,000. Their consumption demonstrates a welfare that peaks around 45, not sustaining them through later years.

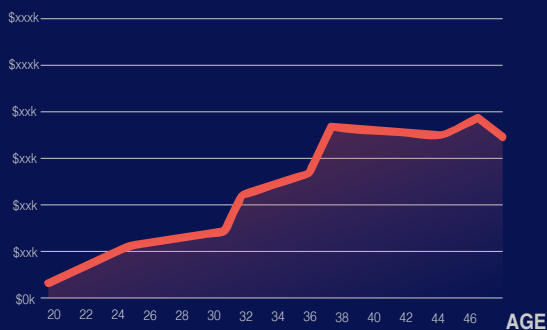
15% College Premium Given Up i

ISA

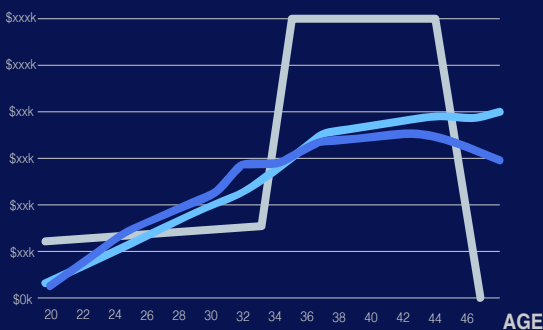
Loan

IDR

LIFETIME INCOME



LIFETIME PAYMENTS



LIFETIME CONSUMPTION

