

Federal Student Aid Update

Award Year 2016-2017

August 23, 2016
Bolingbrook, Illinois



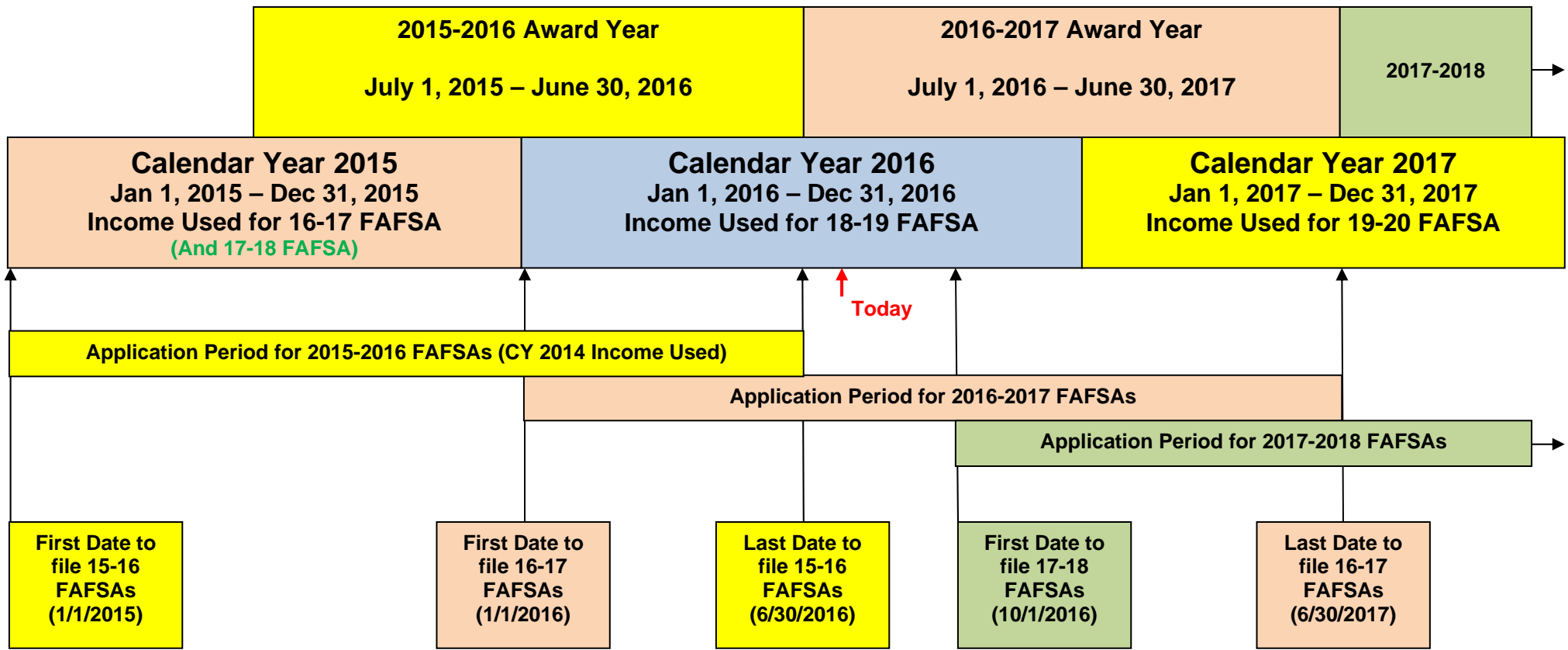
Session Topics

- FAFSA Changes
- Updated Aid Eligibility
- Verification Changes
- New Regulatory Issues
 - Remove Mandatory Use of Clock Hours
 - Require Program Charges to be Assessed or Prorated by Payment Period
 - Require Servicer Confirmation of Student Eligibility at Time of Disbursement
- Gainful Employment

Significant FAFSA Changes

- ✓ None Unusual for 2016-2017
- ✓ Allow Applications to be Filed by Students as Early as October 1st Prior to the Award Year for FAFSA Years Beginning with 2017-2018
- ✓ Use Family Income Data From TWO Calendar Years Prior to Award Year for FAFSA Years Beginning with 2017-2018
 - CY 2015 Income Used for Both 16-17 and 17-18 FAFSA

FAFSA Processing Timeline



Income Related Considerations

Normal scenario with no significant change to income

- File FAFSA with base year income and use resulting ISIR for funding

Scenario with significant income change between base year and current year

- Use of “Professional Judgment” permitted by USDE
- File FAFSA with base year income as usual (Use of IRS DRT recommended).
- Make a correction to the ISIR to change income to expected amounts for the current year.
- Flag the ISIR correction as “FAA Adjustment”
- Ensure complete documentation is on file as evidence of income loss.
- Verify base year income **if ISIR is selected** for verification.

2016-2017 Aid Eligibility

- ✓ Maximum Pell Grant Increased to \$5,815
- ✓ Pell Lifetime Eligibility Remains at 600%
- ✓ Maximum FDSL Remains at \$9,500 (I) / \$5,500 (D) for Grade Level 1 (Max Sub Amount = \$3,500)
- ✓ FDSL "Lifetime" Subsidized Loan Limits Remain at 150% of Program Length

2016-2017 Pell Grant Payment Schedule

*For Cost of Attendance
Equal to or Above \$5,815*

EFC	Full Time	3/4 Time	Half Time	LT Half Time
0	5815	4361	2908	1454
1-100	5765	4324	2883	1441
101-200	5665	4249	2833	1416
201-300	5565	4174	2783	1391
301-400	5465	4099	2733	1366
401-500	5365	4024	2683	1341
501-600	5265	3949	2633	1316
601-700	5165	3874	2583	1291
701-800	5065	3799	2533	1266
801-900	4965	3724	2483	1241
901-1000	4865	3649	2433	1216
1001-1100	4765	3574	2383	1191
1101-1200	4665	3499	2333	1166
1201-1300	4565	3424	2283	1141
1301-1400	4465	3349	2233	1116
1401-1500	4365	3274	2183	1091
1501-1600	4265	3199	2133	1066
1601-1700	4165	3124	2083	1041
1701-1800	4065	3049	2033	1016
1801-1900	3965	2974	1983	991
1901-2000	3865	2899	1933	966
2001-2100	3765	2824	1883	941
2101-2200	3665	2749	1833	916
2201-2300	3565	2674	1783	891
2301-2400	3465	2599	1733	866
2401-2500	3365	2524	1683	841
2501-2600	3265	2449	1633	816
2601-2700	3165	2374	1583	791
2701-2800	3065	2299	1533	766
2801-2900	2965	2224	1483	741
2901-3000	2865	2149	1433	716
3001-3100	2765	2074	1383	691
3101-3200	2665	1999	1333	666
3201-3300	2565	1924	1283	641
3301-3400	2465	1849	1233	616
3401-3500	2365	1774	1183	591
3501-3600	2265	1699	1133	0
3601-3700	2165	1624	1083	0
3701-3800	2065	1549	1033	0
3801-3900	1965	1474	983	0
3901-4000	1865	1399	933	0
4001-4100	1765	1324	883	0
4101-4200	1665	1249	833	0
4201-4300	1565	1174	783	0
4301-4400	1465	1099	733	0
4401-4500	1365	1024	683	0
4501-4600	1265	949	633	0
4601-4700	1165	874	583	0
4701-4800	1065	799	0	0
4801-4900	965	724	0	0
4901-5000	865	649	0	0
5001-5100	765	0	0	0
5101-5200	665	0	0	0
5201-5234	598	0	0	0
5235+	0	0	0	0

2016-2017

**72 Week (6-Term) Program
12 Weeks Per Term
Academic Year = 3 Terms (36 Credits and 36 Weeks)**

Academic Year One (36 weeks) Includes 3 (12-week) Modules		
Payment Period #1 12+ credits 12 weeks 300+ Hours	Payment Period #2 12+ credits 12 weeks 300+ Hours	Payment Period #3 12+ credits 12 weeks 300+ Hours
Pell = \$1938 Sub Loan = \$1166 Unsub = \$2000 (I) Unsub = \$666 (D)	Pell = \$1939 Sub Loan = \$1167 Unsub = \$2000 (I) Unsub = \$667 (D)	Pell = \$1938 Sub Loan = \$1167 Unsub = \$2000 (I) Unsub = \$667 (D)

Academic Year Two (36 weeks) Includes 3 (12-week) Modules		
Payment Period #4 12+ credits 12 weeks 300+ Hours	Payment Period #5 12+ credits 12 weeks 300+ Hours	Payment Period #6 12+ credits 12 weeks 300+ Hours
Pell = \$1938 Sub Loan = \$1500 Unsub = \$2000 (I) Unsub = \$666 (D)	Pell = \$1939 Sub Loan = \$1500 Unsub = \$2000 (I) Unsub = \$667 (D)	Pell = \$1938 Sub Loan = \$1500 Unsub = \$2000 (I) Unsub = \$667 (D)

AY 1 Total
 36+ credits and 36+ weeks
 900+ Hours (Incl Outside Prep)
 Pell \$5815
 Gross Sub/Unsub \$3500
 *Gross Add'l Unsub \$6000 (I)
 *Gross Add'l Unsub \$2000 (D)

 *Total SFA \$15,315 (I)
 *Total SFA \$11,315 (D)

AY 2 Total
 36+ credits and 36+ weeks
 900+ Hours (Incl Outside Prep)
 Pell \$5815
 Gross Sub/Unsub \$4500
 *Gross Add'l Unsub \$6000 (I)
 *Gross Add'l Unsub \$2000 (D)

 *Total SFA \$16,315 (I)
 *Total SFA \$12,315 (D)

Program Total
 72+ credits and 72+ weeks
 Pell \$11,630
 Gross Sub/Unsub \$8000
 *Gross Add'l Unsub \$12000 (I)
 *Gross Add'l Unsub \$4000 (D)

 *Total SFA \$31,630 (I)
 *Total SFA \$23,630 (D)

Assuming full eligibility for students with 0000 EFC on two consecutive award year's files.

* (I) = Independent
* (D) = Dependent

**Effective
2016-2017**

**Full Time Program (30 hours per week)
1800 Hours in Program Over 60 weeks & 4 Payment Periods
Academic Year = 900 Hours and 30 Weeks**

Program Length = 2 Academic Years Includes 4 Payment Periods			
Academic Year 1		Academic Year 2	
Payment Period #1 15 weeks 450 hours 0 - 450	Payment Period #2 15 weeks 450 hours 450 - 900	Payment Period #3 15 weeks 450 hours 900 - 1350	Payment Period #4 15 weeks 450 hours 1350 - 1800
Pell = \$2908 Sub or Unsub Loan = \$1750 *Add'l Unsub = \$3000 (I) *Add'l Unsub = \$1000 (D)	Pell = \$2907 Sub or Unsub Loan = \$1750 *Add'l Unsub = \$3000 (I) *Add'l Unsub = \$1000 (D)	Pell = \$2908 Sub or Unsub Loan = \$2250 *Add'l Unsub = \$3000 (I) *Add'l Unsub = \$1000 (D)	Pell = \$2907 Sub or Unsub Loan = \$2250 *Add'l Unsub = \$3000 (I) *Add'l Unsub = \$1000 (D)

**Assuming Full
Eligibility with 0000
EFC in two
consecutive award
years**

Academic Year 1 Total
900 Hours
30 Weeks
Pell \$5815
Gross Sub/Unsub \$3500
*Gross Add'l Unsub \$6000 (I)
*Gross Add'l Unsub \$2000 (D)

*Total SFA \$15,315 (I)
*Total SFA \$11,315 (D)

Academic Year 2 Total
900 Hours
30 Weeks
Pell \$5815
Gross Sub/Unsub \$4500
*Gross Add'l Unsub \$6000 (I)
*Gross Add'l Unsub \$2000 (D)

*Total SFA \$16,315 (I)
*Total SFA \$12,315 (D)

*** (I) = Independent Students or
Dependent Students with Ineligible
Parent PLUS**

*** (D) = Dependent Students**

**Program Total
1800 Hours
60 Weeks
Pell \$11,630
Gross Sub or Unsub \$8,000
*Gross Add'l Unsub \$12,000 (I)
*Gross Add'l Unsub \$4,000 (D)

*Total SFA \$31,630 (I)
*Total SFA \$23,630 (D)**

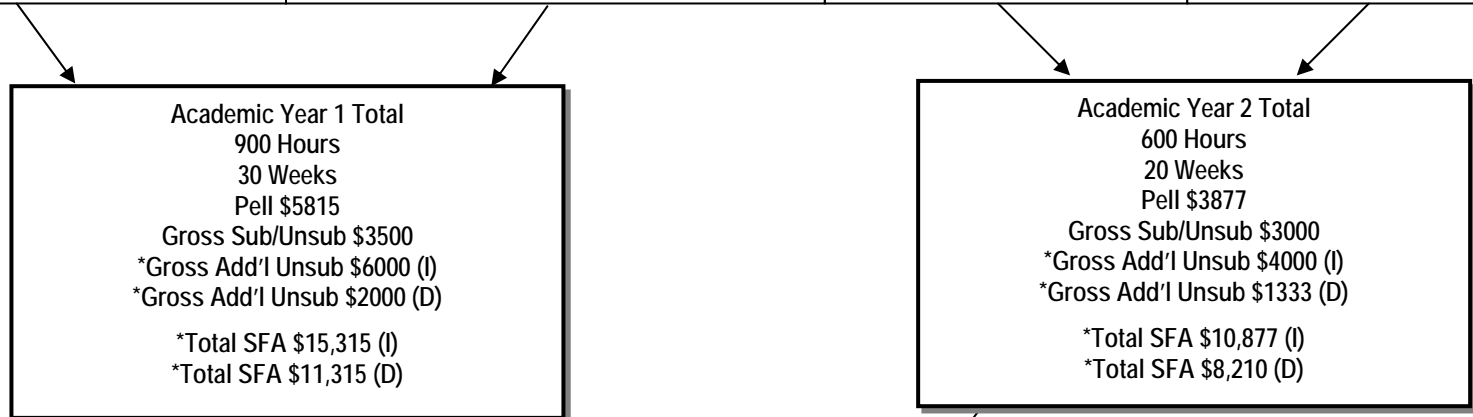
This amount represents maximum federal aid eligibility including Pell and Stafford Loans. Students may only qualify for this amount if the school's cost of attendance budget is high enough to allow this amount of aid. Families with higher incomes or who otherwise who do not qualify for Pell Grants or subsidized loans are still able to receive all unsubsidized loan amounts displayed. Federal aid can be used for tuition, fees, books, and supplies as well as for the student's living expenses while attending school.

**Effective
2016-2017**

**Full Time Clock Hour Program
1500 Hours in Program Over 50 weeks & 4 Payment Periods
Academic Year = 900 Hours and 30 Weeks**

Program Length = One and 2/3 Academic Years Includes 4 Payment Periods			
Academic Year 1		Academic Year 2	
Payment Period #1 15 weeks 450 hours 0 - 450	Payment Period #2 15 weeks 450 hours 450 - 900	Payment Period #3 10 weeks 300 hours 900 - 1200	Payment Period #4 10 weeks 300 hours 1200 - 1500

Pell = \$2908 Sub or Unsub Loan = \$1750 *Add'l Unsub = \$3000 (I) *Add'l Unsub = \$1000 (D)	Pell = \$2907 Sub or Unsub Loan = \$1750 *Add'l Unsub = \$3000 (I) *Add'l Unsub = \$1000 (D)	Pell = \$1938 Sub/Uns Loan = \$1500 *Add'l Unsub = \$2000 (I) *Add'l Unsub = \$667 (I)	Pell = \$1939 Sub/Uns Loan = \$1500 *Add'l Unsub = \$2000 (I) *Add'l Unsub = \$666 (D)
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**Assuming Full
Eligibility with 0000
EFC in two
consecutive award
years**

*** (I) = Independent Students or
Dependent Students with Ineligible
Parent PLUS**

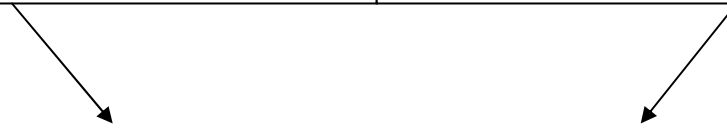
*** (D) = Dependent Students**

This amount represents maximum federal aid eligibility including Pell and Stafford Loans. Students may only qualify for this amount if the school's cost of attendance budget is high enough to allow this amount of aid. Families with higher incomes or who otherwise do not qualify for Pell Grants or subsidized loans are still able to receive all unsubsidized loan amounts displayed. Federal aid can be used for tuition, fees, books, and supplies as well as for the student's living expenses while attending school.

**Effective
2016-2017**

**750 Hours in Program Over 30 weeks & 2 Payment Periods
Academic Year = 900 Hours and 36 Weeks (25 hpw)**

Academic Year = 900 hours	
Short Term Program Includes 2 Payment Periods and 750 hours	
Payment Period #1 15 weeks 375 hours 0 - 375	Payment Period #2 15 weeks 375 hours 375 - 750
Pell = \$2423 Sub or Unsub Loan = \$1458 *Add'l Unsub = \$2500 (I) *Add'l Unsub = \$833 (D)	Pell = \$2423 Sub or Unsub Loan = \$1459 *Add'l Unsub = \$2500 (I) *Add'l Unsub = \$834 (D)



Program Total 750 Hours & 30 Weeks	
Pell	\$4846 (\$5815 x 750/900)
Gross Sub/Unsub	\$2917 (\$3500 x 750/900)
*Gross Add'l Unsub (I)	\$5000 (\$6000 x 750/900)
*Gross Add'l Unsub (D)	\$1667 (\$2000 x 750/900)
*Total SFA	\$12,763 (I)
*Total SFA	\$ 9,430 (D)

**Assuming Full
Eligibility with
0000 EFC**

*** (I) = Independent Students and
Dependent Students with Denied
Parent PLUS Loan**

(D) = Dependent Students

Federal Direct Student Loan Interest Rates
Effective for Loans With a First Disbursement on or After 07/01/2016 and on or Before 06/30/2017

Loan Type	Borrower Type	Date of 1 st Disbursement		Index Rate	Add-On	2016-2017 Fixed Interest Rate
		On/After	On/Before	10-Year Treasury Note Index		
Direct Subsidized Loans	Undergraduate Students	7/1/2016	6/30/2017	1.710%	2.05%	3.76%
Direct Unsubsidized Loans	Undergraduate Students	7/1/2016	6/30/2017	1.710%	2.05%	3.76%
Direct Unsubsidized Loans	Graduate/Professional Students	7/1/2016	6/30/2017	1.710%	3.60%	5.31%
Direct PLUS Loans	Parents of Dependent Undergraduate Students and Graduate/Professional Students	7/1/2016	6/30/2017	1.710%	4.60%	6.31%
Direct Consolidation Loans	N/A	Consolidation Loan Application Received on or after July 1, 2015		Interest rate remains the weighted average of the interest rates of the loans included in the consolidation, rounded up to the next higher one-eighth of one percent.		

2016-2017 Verification Changes

- Removal of Verification Tracking Flag "V3"
- Active Tracking Flags for 2016-2017
 - ✓ V1 – Standard (Income/Family Size/Child Support Paid)
 - ✓ V4 – HS Completion, Identity, SoEP
 - ✓ V5 – V1 + V4
 - ✓ V6 – V1 + Untaxed Income

W2's Required for V6
Regardless of Successful
Use of IRS/DRT

VERIFICATION POLICY

Verification is a process which requires an institution to confirm the accuracy of information used to determine a student's eligibility for federal student assistance. A student's file may be selected for verification by either the school or by the U.S. Department of Education.

If a student's file has been selected for review under the verification process, depending upon the reason the file was selected, some of all of the following information may be requested from the student:

- A completed Verification Worksheet, signed by the student, spouse or parent when applicable.
- A copy of an IRS Tax Return Transcript from the U.S. Internal Revenue Service will be required unless the student (and parents where applicable) have properly used the IRS Data Retrieval Tool to import tax information into the student's FAFSA record. A Tax Return Transcript will serve to confirm the accuracy of income and other tax related amounts that the student reported on his/her FAFSA application if the IRS/DRT has not been used.

Obtaining Tax Return Transcripts

Students can obtain tax return transcripts:

- Via the Internet at www.irs.gov
- Via phone by calling 1-800-908-9946
- Via mail or fax by completing IRS Form 4506T-EZ

Internet and phone requests are easy and tax return transcripts will be mailed to the tax filer's address within 5-10 days. Submission of Form 4506T-EZ can authorize mailing of the transcript to a third party (such as the institution) but will take approximately 30 days.

- Other documentation may be requested by the institution to verify the accuracy of your application information including, but not limited to, marital settlement agreements, divorce decrees, W-2 forms, etc.

Students must provide the above information to the institution within 120 days of the student's last date of attendance, or before the respective award year funding processes close in accordance with dates published annually in the Federal Register, whichever is earlier. Failure to complete the verification requirements on a timely basis may result in forfeiture of any federal aid awarded during the award year.

Students will be notified by the institution if any discrepancies are discovered during the verification process. Students may be required to correct any erroneous information by using the ISIR correction process at www.fafsa.ed.gov. The verification process is not considered to be completed during periods of corrective action. Corrections generally include a recalculation of the student's EFC, and electronic resubmission of applicant information through the FAFSA Central Processor.

If a student's award changes as a result of the verification process, the student will be counseled and informed of how the change affects his/her packaging and financial obligations to the institution.

In the event this verification process identifies that a student received an overpayment of federal aid, the student will be required to refund the overpayment promptly. The student will be ineligible for any future federal aid until any and all amounts owed are repaid. If the student fails to repay any refund due, or if the institution determines that the student may have engaged in fraud or misrepresentation regarding the federal aid process, the student will be referred to the U.S. Department of Education for further investigation and prosecution.

Students will forfeit their right to federal assistance for non-compliance with verification policies.

2016-2017 Award Year Verification Procedures

Upon receipt of the required verification documents from the student, the following data elements are reviewed against the applicant's ISIR for accuracy:

Files that are selected for verification are placed in one of five different *Verification Tracking Groups*. Based on which group the file is placed, verification procedures may be modified. The following procedures are to be used when completing verification requirements for each group:

Verification Tracking Group "V1"

The following data elements are required to be verified against the required documentation listed:

ISIR Data Field	Acceptable Documentation
Tax Filers <ul style="list-style-type: none">Adjusted Gross IncomeU.S. Income Tax PaidUntaxed Portions of IRA DistributionsUntaxed Portions of PensionsIRA Deductions and PaymentsTax Exempt Interest IncomeEducation Credits	Use of the IRS Data Retrieval Tool as evidenced by a "02" code on the ISIR Or An official IRS Tax Return Transcript
<ul style="list-style-type: none">Number of Family MembersNumber in CollegeSupplemental Nutrition Assistance Program (SNAP formerly "food stamps")Child Support Paid	Completed and Signed "V1" Verification Worksheet
Non-Tax Filers <ul style="list-style-type: none">Income earned from workNumber of Family MembersNumber in CollegeSupplemental Nutrition Assistance Program (SNAP formerly "food stamps")Child Support Paid	Completed and Signed "V1" Verification Worksheet

Verification Tracking Group "V2" (Reserved for Future Use)

Verification Tracking Group "V3" (Reserved for Future Use)

Verification Tracking Group "V4"

The following data elements are required to be verified against the required documentation listed:

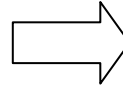
<ul style="list-style-type: none">High School Completion StatusIdentity/Statement of Educational PurposeSupplemental Nutrition Assistance Program (SNAP formerly "food stamps")Child Support Paid	Completed and Signed "V4" Verification Worksheet
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Verification Tracking Group “V5”

The following data elements are required to be verified against the required documentation listed:

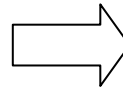
Tax Filers

- Adjusted Gross Income
- U.S. Income Tax Paid
- Untaxed Portions of IRA Distributions
- Untaxed Portions of Pensions
- IRA Deductions and Payments
- Tax Exempt Interest Income
- Education Credits



**Use of the IRS Data
Retrieval Tool as
evidenced by a “02”
code on the ISIR
Or
An official IRS Tax
Return Transcript**

- High School Completion Status
- Identity/Statement of Educational Purpose
- Number of Family Members
- Number in College
- Supplemental Nutrition Assistance Program (SNAP formerly “food stamps”)
- Child Support Paid



**Completed and
Signed “V5”
Verification
Worksheet**

Non-Tax Filers

- High School Completion Status
- Identity/Statement of Educational Purpose
- Income earned from work
- Number of Family Members
- Number in College
- Supplemental Nutrition Assistance Program (SNAP formerly “food stamps”)
- Child Support Paid



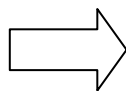
**Completed and
Signed “V5”
Verification
Worksheet**

Verification Tracking Group “V6”

The following data elements are required to be verified against the required documentation listed:

Tax Filers

- Adjusted Gross Income
- U.S. Income Tax Paid
- Untaxed Portions of IRA Distributions
- Untaxed Portions of Pensions
- IRA Deductions and Payments
- Tax Exempt Interest Income
- Education Credits

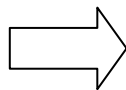


Use of the IRS Data Retrieval Tool as evidenced by a “02” code on the ISIR

Or
An official IRS Tax Return Transcript
AND

**W-2s from all
Employers**

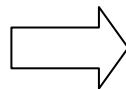
- Number of Family Members
- Number in College
- Supplemental Nutrition Assistance Program (SNAP formerly “food stamps”)
- Child Support Paid
- Payments to Tax Deferred Pensions & Savings
- Child Support Received
- Housing and Clergy Allowances
- Veterans Non-Education Benefits
- Other Untaxed Income
- Money Received by or Paid on the Applicant’s Behalf
- Low Income Explanation (Upon Institutional Request)



Completed and Signed “V6” Verification Worksheet

Non-Tax Filers

- Income earned from work
- Number of Family Members
- Number in College
- Supplemental Nutrition Assistance Program (SNAP formerly “food stamps”)
- Child Support Paid
- Payments to Tax Deferred Pensions & Savings
- Child Support Received
- Housing and Clergy Allowances
- Veterans Non-Education Benefits
- Other Untaxed Income
- Money Received by or Paid on the Applicant’s Behalf
- Low Income Explanation (Upon Institutional Request)



Completed and Signed “V6” Verification Worksheet

Beginning with the 2016-2017 award year, verification tracking flags may change after submission of an ISIR correction. For example, an ISIR selected for verification with a tracking flag = V6 may change to a tracking flag = V5 for the subsequent ISIR transaction if relevant data fields are corrected by the student.



2016-2017 Verification Worksheet (Independent Student) Verification Tracking Group V1



Your 2016–2017 Free Application for Federal Student Aid (FAFSA) was selected for review in a process called verification. Federal regulations require that before awarding federal student aid, we ask you to confirm the information you reported on your FAFSA to verify that you provided correct information. If there are differences, your FAFSA information may need to be corrected. You must complete and sign this worksheet, attach any required documents, and submit the form and other required documents to the financial aid administrator at your school.

SECTION 1 INCOME VERIFICATION

- | | | |
|--|--------------------------|--------------------------|
| | Yes | No |
| 1a. Did you file, or are/were you required to file a U.S. Income Tax Return for 2015? | <input type="checkbox"/> | <input type="checkbox"/> |
| 1b. If married, did your spouse file, or is/was your spouse required to file, a U.S. Income Tax Return for 2015? | <input type="checkbox"/> | <input type="checkbox"/> |

If you (and/or your spouse) filed **or are/were required to file** a U.S. Income Tax Return for 2015, to satisfy this requirement you are encouraged to use the IRS Data Retrieval process to electronically import your tax information into your FAFSA record. This can be done at www.fafsa.ed.gov. If you cannot use this option, you must provide the institution with an **IRS Tax Return Transcript** available either online at www.irs.gov or by calling 1-800-908-9946.

If you (and/or your spouse) did not file **and are/were not required to file** a U.S. Income Tax Return for 2015, you must list the source and amount of income earned during 2015 below **and provide copies** of W-2s forms to the financial aid administrator at the institution.

Employer's Name	2015 Amount Earned by Student	2015 Amount Earned by Spouse	You must include your IRS W2 or 1099. Explain here if it is not provided.

SECTION 2 FAMILY SIZE VERIFICATION

List below the people in your household that will receive more than half of their support from you from 7/1/16 through 6/30/17. Also provide the name of any college/university/vocational school that a person in your household will attend on at least a half time basis during 7/1/16 – 6/30/17.

Full Name	Age	Relationship	College at Which Enrolled at Least Half Time

SECTION 3 CHILD SUPPORT PAID VERIFICATION (If included on the ISIR)

If you, or your spouse if married, paid child support during 2015, you must complete the section below with all information regarding the support paid.

Name of Person Who Paid Child Support	Name of Person to Whom Child Support was Paid	Name and Age of Child for Whom Support Was Paid	Amount of Child Support Paid in 2015

SECTION 4 FOOD STAMPS/SNAP BENEFITS VERIFICATION (If included on the ISIR)

Complete this section if someone in your household received benefits from the Supplemental Nutrition Assistance Program or SNAP (formerly known as food stamps) any time during the 2014 or 2015 calendar years.

One of the persons included in my family size on my FAFSA received SNAP benefits in 2014 or 2015.
If asked by my school, I will provide documentation of the receipt of such SNAP benefits.

Yes

CERTIFICATION & SIGNATURE

Each person signing below certifies that all of the information reported on this worksheet is complete and correct.

Student's Signature

_____/_____/_____
Date

Spouse's Signature (Optional)

_____/_____/_____
Date

WARNING: If you purposely give false or misleading information on this worksheet, you may be fined, sent to prison, or both.



2016-2017 Verification Worksheet (Dependent Student) Verification Tracking Group V1



Your 2016-2017 Free Application for Federal Student Aid (FAFSA) was selected for review in a process called verification. Federal regulations require that before awarding federal student aid, we ask you to confirm the information you reported on your FAFSA to verify that you provided correct information. If there are differences, your FAFSA information may need to be corrected. You must complete and sign this worksheet, attach any required documents, and submit the form and other required documents to the financial aid administrator at your school.

SECTION 1 INCOME VERIFICATION

- | | | | |
|-----|--|--------------------------|--------------------------|
| | | Yes | No |
| 1a. | Did you file, or are/were you required to file a U.S. Income Tax Return for 2015? | <input type="checkbox"/> | <input type="checkbox"/> |
| 1b. | Did your parents file, or are/were your parents required to file, a U.S. Income Tax Return for 2015? | <input type="checkbox"/> | <input type="checkbox"/> |

If you (and/or your parents) filed, **or are/were required to file**, a U.S. Income Tax Return for 2015, to satisfy this requirement you are encouraged to use the IRS Data Retrieval process to electronically import your tax information into your FAFSA record. This can be done at www.fafsa.ed.gov. If you cannot use this option, you must provide the institution with an **IRS Tax Return Transcript** available either online at www.irs.gov or by calling 1-800-908-9946.

If you (and/or your parents) did not file, **and are/were not required to file**, a U.S. Income Tax Return for 2015, you must list the source and amount of income earned during 2015 below **and provide copies** of W-2s forms to the financial aid administrator at the institution.

Employer's Name	2015 Amount Earned by Student	2015 Amount Earned by Parent	You must include your IRS W2 or 1099. Explain here if it is not provided.

SECTION 2 FAMILY SIZE VERIFICATION

List below the people in your family that will receive more than half of their support from your parents from 7/1/16 through 6/30/17. Also provide the name of any college/university/vocational school that a person in your family will attend on at least a half time basis during 7/1/16 – 6/30/17.

Full Name	Age	Relationship	College at Which Enrolled at Least Half Time

SECTION 3 CHILD SUPPORT PAID VERIFICATION (If included on the ISIR)

If you, or your parents, paid child support during 2015, you must complete the section below with all information regarding the support paid.

Name of Person Who Paid Child Support	Name of Person to Whom Child Support was Paid	Name and Age of Child for Whom Support Was Paid	Amount of Child Support Paid in 2015

SECTION 4 FOOD STAMPS/SNAP BENEFITS VERIFICATION (If included on the ISIR)

Complete this section if someone in your household received benefits from the Supplemental Nutrition Assistance Program or SNAP (formerly known as food stamps) any time during the 2014 or 2015 calendar years.

One of the persons included in my family size on my FAFSA received SNAP benefits in 2014 or 2015.
If asked by my school, I will provide documentation of the receipt of such SNAP benefits.

Yes

CERTIFICATION & SIGNATURE

Each person signing below certifies that all of the information reported on this worksheet is complete and correct.

Student's Signature

_____/_____/_____
Date

Parent's Signature (at least one must sign)

_____/_____/_____
Date

WARNING: If you purposely give false or misleading information on this worksheet, you may be fined, sent to prison, or both.

Your 2016–2017 Free Application for Federal Student Aid (FAFSA) was selected for review in a process called verification. Federal regulations require that before awarding federal student aid, we ask you to confirm the information you reported on your FAFSA to verify that you provided correct information. If there are differences, your FAFSA information may need to be corrected. You must complete and sign this worksheet, attach any required documents, and submit the form and other required documents to the financial aid administrator at your school.

VERIFICATION OF HIGH SCHOOL COMPLETION

You must provide one of the following documents as evidence of your high school completion status:

- A copy of your high school diploma.
- A copy of your final official high school transcript that shows the date when the diploma was awarded.
- A state certificate or transcript indicating that the student passed a State authorized examination (GED, HiSET, TASC, or other approved State authorized exam) that the State recognizes as the equivalent of a high school diploma.
- An academic transcript indicating that you have successfully completed at least a two-year program that is acceptable for full credit toward a bachelor's degree.
- If State law requires a homeschooled student to obtain a secondary school completion credential for homeschool (other than a high school diploma or its recognized equivalent), a copy of that credential.
- If State law does not require a homeschooled student to obtain a secondary school completion credential for homeschool (other than a high school diploma or its recognized equivalent), a transcript or the equivalent, signed by the student's parent or guardian, that lists the secondary school courses the student completed and documents the successful completion of a secondary school education in a homeschool setting.

VERIFICATION OF IDENTITY AND CERTIFICATION OF EDUCATIONAL PURPOSE

You must appear in person at the institution to verify your identity by presenting valid, government-issued photo identification (ID), such as, but not limited to, a driver's license, other state-issued ID, or passport. The institution will maintain a copy of the student's photo ID that is annotated with the date it was received and the name of the official at the institution authorized to collect the student's ID.

(If you are unable to appear in person, this document must be notarized)

In addition, you must sign, in the presence of the institutional official, the following Statement of Educational Purpose:

I certify that I _____ am the individual signing this Statement of Educational Purpose and that the
Print Student's Name

Federal student financial assistance I may receive will only be used for educational purposes and to pay the cost of attending

_____ for 2016-2017.

Name of Postsecondary Educational Institution

_____/_____/_____
Student's Signature and ID Number **Date**

_____/_____/_____
School Official Witness Signature **Date**

VERIFICATION OF CHILD SUPPORT PAID (If included on the ISIR)

If you, or your spouse (if married), or your parent (if dependent) paid child support during 2015, you must complete the section below with all information regarding the support paid.

Name of Person Who Paid Child Support	Name of Person to Whom Child Support was Paid	Name and Age of Child for Whom Support Was Paid	Amount of Child Support Paid in 2015

VERIFICATION OF FOOD STAMPS/SNAP BENEFITS (If included on the ISIR)

Complete this section if someone in your household received benefits from the Supplemental Nutrition Assistance Program or SNAP (formerly known as food stamps) any time during the 2014 or 2015 calendar years.

One of the persons included in my family size on my FAFSA received SNAP benefits in 2014 or 2015.
 If asked by my school, I will provide documentation of the receipt of such SNAP benefits.

Yes

CERTIFICATION & SIGNATURE

Each person signing below certifies that all of the information reported on this worksheet is complete and correct.

 Student's Signature

_____/_____/_____
 Date

 Parent's Signature (For Child Support Paid or SNAP Verification Only)

_____/_____/_____
 Date

WARNING: If you purposely give false or misleading information on this worksheet, you may be fined, sent to prison, or both.

Your 2016–2017 Free Application for Federal Student Aid (FAFSA) was selected for review in a process called verification. Federal regulations require that before awarding federal student aid, we ask you to confirm the information you reported on your FAFSA to verify that you provided correct information. If there are differences, your FAFSA information may need to be corrected. You must complete and sign this worksheet, attach any required documents, and submit the form and other required documents to the financial aid administrator at your school.

SECTION 1 INCOME VERIFICATION

Yes No

- 1a. Did you file, or are/were you required to file a U.S. Income Tax Return for 2015?
- 1b. If married, did your spouse file, or is/was your spouse required to file, a U.S. Income Tax Return for 2015?

If you (and/or your spouse) filed **or are/were required to file** a U.S. Income Tax Return for 2015 to satisfy this requirement, you are encouraged to use the IRS Data Retrieval process to electronically import your tax information into your FAFSA record. This can be done at www.fafsa.ed.gov. If you cannot use this option, you must provide the institution with an **IRS Tax Return Transcript** available either online at www.irs.gov or by calling 1-800-908-9946.

If you (and/or your spouse) did not file **and are/were not required to file** a U.S. Income Tax Return for 2015, you must list the source and amount of income earned during 2015 below **and provide copies** of W-2s forms to the financial aid administrator at the institution.

<i>Employer's Name</i>	<i>2015 Amount Earned by Student</i>	<i>2015 Amount Earned by Spouse</i>	<i>You must include your IRS W2 or 1099. Explain here if it is not provided.</i>

SECTION 2 FAMILY SIZE VERIFICATION

List below the people in your household that will receive more than half of their support from you from 7/1/16 through 6/30/17. Also provide the name of any college/university/vocational school that a person in your household will attend on at least a half time basis during 7/1/16 – 6/30/17.

<i>Full Name</i>	<i>Age</i>	<i>Relationship</i>	<i>College at Which Enrolled at Least Half Time</i>

SECTION 3 CHILD SUPPORT PAID VERIFICATION (If included on the ISIR)

If you, or your spouse if married, paid child support during 2015, you must complete the section below with all information regarding the support paid.

<i>Name of Person Who Paid Child Support</i>	<i>Name of Person to Whom Child Support was Paid</i>	<i>Name and Age of Child for Whom Support Was Paid</i>	<i>Amount of Child Support Paid in 2015</i>

SECTION 4 FOOD STAMPS/SNAP BENEFITS VERIFICATION (If included on the ISIR)

Complete this section if someone in your household received benefits from the Supplemental Nutrition Assistance Program or SNAP (formerly known as food stamps) any time during the 2014 or 2015 calendar years.

One of the persons included in my family size on my FAFSA received SNAP benefits in 2014 or 2015.
If asked by my school, I will provide documentation of the receipt of such SNAP benefits.

Yes

Your 2016–2017 Free Application for Federal Student Aid (FAFSA) was selected for review in a process called verification. Federal regulations require that before awarding federal student aid, we ask you to confirm the information you reported on your FAFSA to verify that you provided correct information. If there are differences, your FAFSA information may need to be corrected. You must complete and sign this worksheet, attach any required documents, and submit the form and other required documents to the financial aid administrator at your school.

SECTION 1 INCOME VERIFICATION

- | | Yes | No |
|--|--------------------------|--------------------------|
| 1a. Did you file, or are/were you required to file a U.S. Income Tax Return for 2015? | <input type="checkbox"/> | <input type="checkbox"/> |
| 1b. Did your parents file, or are/were your parents required to file, a U.S. Income Tax Return for 2015? | <input type="checkbox"/> | <input type="checkbox"/> |

If you (and/or your parents) filed **or are/were required to file** a U.S. Income Tax Return for 2015 to satisfy this requirement, you are encouraged to use the IRS Data Retrieval process to electronically import your tax information into your FAFSA record. This can be done at www.fafsa.ed.gov. If you cannot use this option, you must provide the institution with an **IRS Tax Return Transcript** available either online at www.irs.gov or by calling 1-800-908-9946.

If you (and/or your parents) did not file **and are/were not required to file** a U.S. Income Tax Return for 2015, you must list the source and amount of income earned during 2015 below **and provide copies** of W-2s forms to the financial aid administrator at the institution.

<i>Employer's Name</i>	<i>2015 Amount Earned by Student</i>	<i>2015 Amount Earned by Parent</i>	<i>You must include your IRS W2 or 1099. Explain here if it is not provided.</i>

SECTION 2 FAMILY SIZE VERIFICATION

List below the people in your family that will receive more than half of their support from your parents from 7/1/16 through 6/30/17. Also provide the name of any college/university/vocational school that a person in your family will attend on at least a half time basis during 7/1/16 – 6/30/17.

<i>Full Name</i>	<i>Age</i>	<i>Relationship</i>	<i>College at Which Enrolled at Least Half Time</i>

SECTION 3 CHILD SUPPORT PAID VERIFICATION (If included on the ISIR)

If you, or your parents, paid child support during 2015, you must complete the section below with all information regarding the support paid.

<i>Name of Person Who Paid Child Support</i>	<i>Name of Person to Whom Child Support was Paid</i>	<i>Name and Age of Child for Whom Support Was Paid</i>	<i>Amount of Child Support Paid in 2015</i>

SECTION 4 FOOD STAMPS/SNAP BENEFITS VERIFICATION (If included on the ISIR)

Complete this section if someone in your household received benefits from the Supplemental Nutrition Assistance Program or SNAP (formerly known as food stamps) any time during the 2014 or 2015 calendar years.

One of the persons included in my family size on my FAFSA received SNAP benefits in 2014 or 2015.
If asked by my school, I will provide documentation of the receipt of such SNAP benefits. Yes

Your 2016–2017 Free Application for Federal Student Aid (FAFSA) was selected for review in a process called verification. Federal regulations require that before awarding federal student aid, we ask you to confirm the information you reported on your FAFSA to verify that you provided correct information. If there are differences, your FAFSA information may need to be corrected. You must complete and sign this worksheet, attach any required documents, and submit the form and other required documents to the financial aid administrator at your school.

VERIFICATION OF HIGH SCHOOL COMPLETION

You must provide one of the following documents as evidence of your high school completion status:

- A copy of your high school diploma.
- A copy of your final official high school transcript that shows the date when the diploma was awarded.
- A state certificate or transcript indicating that the student passed a State authorized examination (GED, HiSET, TASC, or other approved State authorized exam) that the State recognizes as the equivalent of a high school diploma.
- An academic transcript indicating that you have successfully completed at least a two-year program that is acceptable for full credit toward a bachelor’s degree.
- If State law requires a homeschooled student to obtain a secondary school completion credential for homeschool (other than a high school diploma or its recognized equivalent), a copy of that credential.
- If State law does not require a homeschooled student to obtain a secondary school completion credential for homeschool (other than a high school diploma or its recognized equivalent), a transcript or the equivalent, signed by the student’s parent or guardian, that lists the secondary school courses the student completed and documents the successful completion of a secondary school education in a homeschool setting.

Completion of High School Abroad

If you completed secondary education in a foreign country and you are unable to obtain a copy of your high school diploma or transcript, you may document your high school completion status by obtaining a copy of a “secondary school leaving certificate” (or similar document) through the appropriate central government agency (e.g., a Ministry of Education) of the country where you completed secondary school. To be eligible for federal aid your foreign high school credential must be at least equivalent to that of secondary education in the U.S.

VERIFICATION OF IDENTITY AND CERTIFICATION OF EDUCATIONAL PURPOSE

You must appear in person at the institution to verify your identity by presenting valid, government-issued photo identification (ID), such as, but not limited to, a driver’s license, other state-issued ID, or passport. The institution will maintain a copy of the student’s photo ID that is annotated with the date it was received and the name of the official at the institution authorized to collect the student’s ID.

(If you are unable to appear in person, this document must be notarized)

In addition, you must sign, in the presence of the institutional official, the following Statement of Educational Purpose:

I certify that I _____ am the individual signing this Statement of Educational Purpose and that the
Print Student’s Name

Federal student financial assistance I may receive will only be used for educational purposes and to pay the cost of attending

_____ for 2016-2017.

Name of Postsecondary Educational Institution

	/	/		/	/	
Student’s Signature and ID Number			Date			School Official Witness Signature
						Date

CERTIFICATION & SIGNATURE

Each person signing below certifies that all of the information reported on this worksheet is complete and correct.

	/	/	
Student’s Signature			Date
Parent’s Signature			Date

WARNING: If you purposely give false or misleading information on this worksheet, you may be fined, sent to prison, or both.

Your 2016–2017 Free Application for Federal Student Aid (FAFSA) was selected for review in a process called verification. Federal regulations require that before awarding federal student aid, we ask you to confirm the information you reported on your FAFSA to verify that you provided correct information. If there are differences, your FAFSA information may need to be corrected. You must complete and sign this worksheet, attach any required documents, and submit the form and other required documents to the financial aid administrator at your school.

SECTION 1 INCOME VERIFICATION

Yes No

- 1a. Did you file, or are/were you required to file a U.S. Income Tax Return for 2015?
- 1b. If married, did your spouse file, or is/was your spouse required to file, a U.S. Income Tax Return for 2015?

If you (and/or your spouse) filed **or are/were required to file** a U.S. Income Tax Return for 2015 to satisfy this requirement, you are encouraged to use the IRS Data Retrieval process to electronically import your tax information into your FAFSA record. This can be done at www.fafsa.ed.gov. If you cannot use this option, you must provide the institution with an **IRS Tax Return Transcript** available either online at www.irs.gov or by calling 1-800-908-9946. **You must also include copies of all W-2 forms from all employers for both you and your spouse (if married).**

If you (and/or your spouse) did not file **and are/were not required to file** a U.S. Income Tax Return for 2015, you must list the source and amount of income earned during 2015 below **and provide copies** of W-2s forms to the financial aid administrator at the institution.

<i>Employer's Name</i>	<i>2015 Amount Earned by Student</i>	<i>2015 Amount Earned by Spouse</i>	<i>You must include your IRS W2 or 1099. Explain here if it is not provided.</i>

SECTION 2 FAMILY SIZE VERIFICATION

List below the people in your household that will receive more than half of their support from you from 7/1/16 through 6/30/17. Also provide the name of any college/university/vocational school that a person in your household will attend on at least a half time basis during 7/1/16 – 6/30/17.

<i>Full Name</i>	<i>Age</i>	<i>Relationship</i>	<i>College at Which Enrolled at Least Half Time</i>

SECTION 3 CHILD SUPPORT PAID VERIFICATION (If included on the ISIR)

If you, or your spouse if married, paid child support during 2015, you must complete the section below with all information regarding the support paid.

<i>Name of Person Who Paid Child Support</i>	<i>Name of Person to Whom Child Support was Paid</i>	<i>Name and Age of Child for Whom Support Was Paid</i>	<i>Amount of Child Support Paid in 2015</i>

SECTION 4 FOOD STAMPS/SNAP BENEFITS VERIFICATION (If included on the ISIR)

Complete this section if someone in your household received benefits from the Supplemental Nutrition Assistance Program or SNAP (formerly known as food stamps) any time during the 2014 or 2015 calendar years.

One of the persons included in my family size on my FAFSA received SNAP benefits in 2014 or 2015. Yes
 If asked by my school, I will provide documentation of the receipt of such SNAP benefits.



**2016-2017 Verification Worksheet
(Independent Student) Verification Tracking Group V6
Page 2 of 2**



Your 2016–2017 Free Application for Federal Student Aid (FAFSA) was selected for review in a process called verification. Federal regulations require that before awarding federal student aid, we ask you to confirm the information you reported on your FAFSA to verify that you provided correct information. If there are differences, your FAFSA information may need to be corrected. You must complete and sign this worksheet, attach any required documents, and submit the form and other required documents to the financial aid administrator at your school.

**SECTION 5 VERIFICATION OF OTHER UNTAXED INCOME
(FAFSA QUESTIONS 45)**

<i>FAFSA Question</i>	<i>Type of Income</i>	<i>2015 Student Income Amount</i>	<i>2015 Spouse Income Amount</i>
45a	<i>Payments to Tax Deferred Pensions and Savings</i>		
45c	<i>Child Support Received</i>		
45g	<i>Housing, Food and Other Allowances for Military, Clergy, and Others</i>		
45h	<i>Veterans Non-Education Benefits</i>		
45i	<i>Other Untaxed Income</i>		
45j	<i>Money Received or Paid on the Applicant's Behalf</i>		
	<i>(Example: cash support, payment of rents/expenses by others, etc.)</i>		

IF ASKED BY THE INSTITUTION AND IN CASES WHERE UNUSUALLY LOW INCOME EXISTS, USE THE SPACE PROVIDED BELOW TO EXPLAIN HOW YOU AND/OR YOUR FAMILY WERE FINANCIALLY SUPPORTED DURING THE 2015 CALENDAR YEAR.

CERTIFICATION & SIGNATURE

Each person signing below certifies that all of the information reported on this worksheet is complete and correct.

Student's Signature

_____/_____/_____
Date

Spouse's Signature (Optional)

_____/_____/_____
Date

WARNING: If you purposely give false or misleading information on this worksheet, you may be fined, sent to prison, or both.

Your 2016–2017 Free Application for Federal Student Aid (FAFSA) was selected for review in a process called verification. Federal regulations require that before awarding federal student aid, we ask you to confirm the information you reported on your FAFSA to verify that you provided correct information. If there are differences, your FAFSA information may need to be corrected. You must complete and sign this worksheet, attach any required documents, and submit the form and other required documents to the financial aid administrator at your school.

SECTION 1 INCOME VERIFICATION

- | | Yes | No |
|--|--------------------------|--------------------------|
| 1a. Did you file, or are/were you required to file a U.S. Income Tax Return for 2015? | <input type="checkbox"/> | <input type="checkbox"/> |
| 1b. Did your parents file, or are/were your parents required to file, a U.S. Income Tax Return for 2015? | <input type="checkbox"/> | <input type="checkbox"/> |

If you (and/or your parents) filed **or are/were required to file** a U.S. Income Tax Return for 2015 to satisfy this requirement, you are encouraged to use the IRS Data Retrieval process to electronically import your tax information into your FAFSA record. This can be done at www.fafsa.ed.gov. If you cannot use this option, you must provide the institution with an **IRS Tax Return Transcript** available either online at www.irs.gov or by calling 1-800-908-9946. **You must also include copies of all W-2 forms from all employers for both you and your parents.**

If you (and/or your parents) did not file **and are/were not required to file** a U.S. Income Tax Return for 2015, you must list the source and amount of income earned during 2015 below **and provide copies** of W-2s forms to the financial aid administrator at the institution.

<i>Employer's Name</i>	<i>2015 Amount Earned by Student</i>	<i>2015 Amount Earned by Parent</i>	<i>You must include your IRS W2 or 1099. Explain here if it is not provided.</i>

SECTION 2 FAMILY SIZE VERIFICATION

List below the people in your family that will receive more than half of their support from your parents from 7/1/16 through 6/30/17. Also provide the name of any college/university/vocational school that a person in your family will attend on at least a half time basis during 7/1/16 – 6/30/17.

<i>Full Name</i>	<i>Age</i>	<i>Relationship</i>	<i>College at Which Enrolled at Least Half Time</i>

SECTION 3 CHILD SUPPORT PAID VERIFICATION (If included on the ISIR)

If you, or your parents, paid child support during 2015, you must complete the section below with all information regarding the support paid.

<i>Name of Person Who Paid Child Support</i>	<i>Name of Person to Whom Child Support was Paid</i>	<i>Name and Age of Child for Whom Support Was Paid</i>	<i>Amount of Child Support Paid in 2015</i>

SECTION 4 FOOD STAMPS/SNAP BENEFITS VERIFICATION (If included on the ISIR)

Complete this section if someone in your household received benefits from the Supplemental Nutrition Assistance Program or SNAP (formerly known as food stamps) any time during the 2014 or 2015 calendar years.

One of the persons included in my family size on my FAFSA received SNAP benefits in 2014 or 2015. If asked by my school, I will provide documentation of the receipt of such SNAP benefits. Yes

Your 2016–2017 Free Application for Federal Student Aid (FAFSA) was selected for review in a process called verification. Federal regulations require that before awarding federal student aid, we ask you to confirm the information you reported on your FAFSA to verify that you provided correct information. If there are differences, your FAFSA information may need to be corrected. You must complete and sign this worksheet, attach any required documents, and submit the form and other required documents to the financial aid administrator at your school.

**SECTION 5 VERIFICATION OF OTHER UNTAXED INCOME
(FAFSA QUESTIONS 45 AND 94)**

<i>FAFSA Question</i>	<i>Type of Income</i>	<i>2015 Student Income Amount</i>	<i>2015 Parent Income Amount</i>
45a / 94a	<i>Payments to Tax Deferred Pensions and Savings</i>		
45c / 94c	<i>Child Support Received</i>		
45g / 94g	<i>Housing, Food and Other Allowances for Military, Clergy, and Others</i>		
45h / 94h	<i>Veterans Non-Education Benefits</i>		
45i / 94i	<i>Other Untaxed Income</i>		
45j	<i>Money Received or Paid on the Applicant's Behalf</i>		XXXXXXXXXXXX
	<i>(Example: cash support, payment of rents/expenses by others, etc.)</i>		

IF ASKED BY THE INSTITUTION AND IN CASES WHERE UNUSUALLY LOW INCOME EXISTS, USE THE SPACE PROVIDED BELOW TO EXPLAIN HOW YOU AND/OR YOUR FAMILY WERE FINANCIALLY SUPPORTED DURING THE 2015 CALENDAR YEAR.

CERTIFICATION & SIGNATURE

Each person signing below certifies that all of the information reported on this worksheet is complete and correct.

Student's Signature

____/____/____
Date

Parent's Signature

____/____/____
Date

WARNING: If you purposely give false or misleading information on this worksheet, you may be fined, sent to prison, or both.

New Regulations Effective July 2016

- Remove 2010 Requirement That Programs Must be Treated as Clock Hour Because of Occupational Licensing Requirements
- Require Program Charges to be
 1. Charged Separately by Payment Period, or
 2. Prorated Proportionately to Each Payment Period if Program Fees are Charged for a Period of Time Longer than a Payment Period

The latter affects all institutions that charge students by academic year or by full program

The sole purpose of this rule is to ensure that students have access to credit balance funds each payment period rather than waiting until all program fees are paid.

Program Costs Charged by **Payment Period**

Program Length	1500 Clock Hours
Academic Year	900 Clock Hours
Tuition & Fees	\$16,200 (\$16,000 + \$200)
Books, Kits, & Supplies	<u>\$1,800</u>
Total Program Cost	\$18,000

Fees Charged by **Payment Period**

(Separate Debit Entries to the Student's Ledger Each Payment Period)

	PP-1	PP-2	PP-3	PP-4
Hours	0-450	450-900	900-1200	1200-1500
T&F	\$5,000	\$4,800	\$3,200	\$3,200
BK&S	<u>\$1,800</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	\$6,800	\$4,800	\$3,200	\$3,200
FSA*	<\$7,608>	<\$7,607>	<\$5,402>	<\$5,403>
Bal	<\$ 808>	<\$2,807>	<\$2,202>	<\$2,203>

* Independent Student with Max Pell and Max FDSL

Program Costs Charged by Program

Program Length	1500 Clock Hours
Academic Year	900 Clock Hours
Tuition & Fees	\$16,200 (\$16,000 + \$200)
Books, Kits, & Supplies	<u>\$1,800</u>
Total Program Cost	\$18,000

Fees Charged Up Front for Entire Program

(Single Debit Entry to the Student's Ledger Upon Enrollment)

	PP-1	PP-2	PP-3	PP-4
Hours	0-450	450-900	900-1200	1200-1500
T&F**	\$4,860	\$4,860	\$3,240	\$3,240
BK&S**	<u>\$ 540</u>	<u>\$ 540</u>	<u>\$ 360</u>	<u>\$ 360</u>
Total	\$5,400	\$5,400	\$3,600	\$3,600
FSA*	<\$7,608>	<\$7,607>	<\$5,402>	<\$5,403>
Bal	<\$2,208>	<\$2,207>	<\$1,802>	<\$1,803>

* Independent Student with Max Pell and Max FDSL

** Program Costs Prorated Proportionally Per USDE for FSA Credit Balance Determination

Cost of Attendance Determination

Fees Charged by **Payment Period**

	Academic Year 1	Academic Year 2
Hours	0-900	900-1500
T&F	\$9,800	\$6,400
BK&S	\$1,800	\$ 0
R & B*	\$4,200 (\$600/mo x 7 mo)	\$3,000 (\$600/mo x 5 mo)
Misc Exp*	\$2,100 (\$300/mo x 7 mo)	\$1,500 (\$300/mo x 5 mo)
Trans*	<u>\$1,400</u> (\$200/mo x 7 mo)	<u>\$1,000</u> (\$200/mo x 5 mo)
Total COA	\$19,300	\$11,900

Fees Charged by **Program**

	Academic Year 1	Academic Year 2
Hours	0-900	900-1500
T&F	\$16,200	\$ 0
BK&S	\$1,800	\$ 0
R & B*	\$4,200 (\$600/mo x 7 mo)	\$3,000 (\$600/mo x 5 mo)
Misc Exp*	\$2,100 (\$300/mo x 7 mo)	\$1,500 (\$300/mo x 5 mo)
Trans*	<u>\$1,400</u> (\$200/mo x 7 mo)	<u>\$1,000</u> (\$200/mo x 5 mo)
Total COA	\$25,700	\$5,500

* Estimates for discussion purposes. Actual amounts are determined by the school.

Require Servicer Confirmation of Student Eligibility

Third Party Servicer (TPS) must have procedures in place to confirm students' eligibility at time of disbursement

- ✓ Specifics not published by the USDE
- ✓ Informal guidance includes certification of student eligibility from the institution plus a periodic, sampled file review
- ✓ Inequitable treatment of institutions using TPS companies
- ✓ Higher standard of care imposed on these institutions
- ✓ Duplicative audit obligation
- ✓ USDE regulates policing assistance from the TPS industry
- ✓ Shared liability
- ✓ Increased administrative expenses
- ✓ Remains under challenge by TPS industry

End Result?
COST

Gainful Employment

- GE-1 (2010) Vacated by the Courts Upon Industry Law Suit
- GE-2 (2014) Upheld by the Courts and Effective July 1, 2015

Requirements Include

- I. Disclosures
- II. Reporting
- III. Performance Measurements

Disclosure Requirements

- Disclosure requirements were the only portion of GE-1 that was upheld by the courts
- Disclosure required for SOC Code, Occupational Profiles, Median Debt Level, Program Costs, On-Time Completion Rates, and Placement Rates
- Disclosure required by using the GE-Disclosure Template at ope.ed.gov/gainfulemployment
- Annual Disclosure Updates Due Each Oct 1st for the Most Recently Completed Award Year

Reporting Requirements

- **Report enrollment and other financial information on Title IV recipients for 2008-2009 through 2013-2014 by July 31, 2015**
- **Report enrollment and other financial information on Title IV recipients for 2014-2015 by October 1, 2015**
- **Report enrollment and other financial information on Title IV recipients for 2015-2016 by October 1, 2016**
- **Annual Reporting Updates Due Each Oct 1st for the Most Recently Completed Award Year**

Performance Requirements

- Based on an analysis of “Debt-to-Income” and “Debt-to-Discretionary Income”
- Under the current GE-2 rules, your program will pass the standard if:
 - The amount of annual student debt repayments* is no more than 8% of the average annual graduate income**, or
 - The amount of annual student debt repayments* is no more than 20% of the average annual graduate discretionary income***.

Performance Requirements

* = The calculated annual debt repayment is based on a 10-year amortization (15-year for bachelor's degree programs or more) of your median student loan debt using a 3-year average interest rate (6-year average interest rate for programs greater than 2-years in length).

** = The average annual income, obtained from the Social Security Administration, of your Title IV recipient graduates who completed the program in the third and fourth award years prior to the calculation year. For example, the first calculation year will use income from CY 2014, and it will include Title IV recipients who graduated during 2011-2012 (third award year prior to the calculation year) and 2010-2011 (fourth award year prior to the calculation year).

*** = The annual graduate discretionary income amount is the amount by which the average annual total income exceeds 150% of the poverty level. If average annual income is \$30,000, and 150% of the poverty level is \$18,000, the annual discretionary income amount is \$12,000.

Performance Requirements

	<u>Annual Debt Repayments</u> Average Annual Grad Income	<u>Annual Debt Repayments</u> Average Annual Discretionary Income
PASS	8% or Less	20% or Less
ZONE	8% - 12%	20% - 30%
FAIL	Over 12%	Over 30%

**Meeting Either of the Performance Measurements
is Sufficient to Meet the Requirements**

Determination of GE Performance Rates

- **GE Completers List Published by the USDE**

Intended to include only Title IV recipients who completed your GE program during the “2YP” (Two-Year Period) covering 2010-2011 and 2011-2012 award years. If 2YP cohort includes less than 30 completers, the cohort is expanded to a “4YP” (Four-Year Period) cohort covering completers during the 2008-2009, 2009-2010, 2010-2011, and 2011-2012 award years. Institutional challenges of this data must be filed within 45 days

- **Acquisition of Earnings Data from the SSA**

The completers list, after any exceptions have been removed during the challenge period, is submitted to the SSA for income matching for the 2014 tax year. The number of records unable to be matched with an income record will be removed from the debt list in descending debt order. (Example: if 10 completer records cannot be matched with income records by the SSA, then the 10 largest debt records are excluded from the calculation of median debt)

- **Determination of Performance Rates**

Using the completers list and the income data from the SSA, the USDE will recalculate median debt amount and annual debt payment amount. Using that information, they will determine debt-to-income and debt-to-discretionary income rates for publication

- **Rates Expected to be Published in January 2017**

Case Study 1

- 1) Assume that your median student debt amount is \$18,000.00
- 2) Amortized over 10 years at 4.27%, the monthly repayment amount would be \$185.00
- 3) The annual amount of debt repayments would then be \$2220.00
- 4) Assume that the average annual Title IV recipient graduate income is \$30,000.
- 5) Assume that 150% of the poverty level amount is \$18,000.

- ✓ Your GE debt-to-income ratio would be **7.4%** ($\$2220.00 / \$30,000$).
- ✓ It is below the 8% debt-to-income ratio allowed and your program would pass this measurement.

- ✓ Your GE debt-to-discretionary income ratio would be **18.5%** ($\$2220.00 / \$12,000$).
- ✓ It is below the 20% debt-to-discretionary income ratio allowed and your program would also pass.

Case Study 1 Meets Both Performance Measurements

Result = PASS

Case Study 2

- 1) Assume that your median student debt amount is \$24,000.00
 - 2) Amortized over 10 years at 4.27%, the monthly repayment amount would be \$246.00
 - 3) The annual amount of debt repayment would then be \$2952.00
 - 4) Assume that the average annual Title IV recipient graduate income is \$33,000.
 - 5) Assume that 150% of the poverty level amount is \$18,000.
-
- ✓ Your GE debt-to-income ratio would be **8.9%** ($\$2952.00 / \$33,000$).
 - ✓ It is greater than the 8% debt-to-income ratio allowed and your program would not pass this measurement for that year (but would be in a temporarily acceptable “zone” status).

 - ✓ Your GE debt-to-discretionary income ratio would be **19.68%** ($\$2952.00 / \$15,000$).
 - ✓ It is below the 20% debt-to-discretionary income ratio allowed and your program would pass this measurement.

Case Study 2 Meets One Performance Measurement
Result = PASS

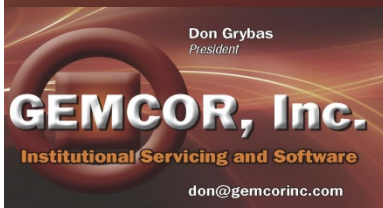
Case Study 3

- 1) Assume that your median student debt amount is \$18,000.00
 - 2) Amortized over 10 years at 4.27%, the monthly repayment amount would be \$185.00
 - 3) The annual amount of debt repayment would then be \$2220.00
 - 4) Assume that the average annual Title IV recipient graduate income is \$25,000.
 - 5) Assume that 150% of the poverty level amount is \$18,000.
-
- ✓ Your GE debt-to-income ratio would be **8.8%** ($\$2220.00 / \$25,000$).
 - ✓ It is greater than the 8% debt-to-income ratio allowed and your program would not pass this measurement for that year, but would be in a temporarily acceptable “zone” status.

 - ✓ Your GE debt-to-discretionary income ratio would be **31.7%** ($\$2220.00 / \$7,000$).
 - ✓ It reflects that more than 30% of the available discretionary income is being used to repay the median loan debt. This measurement fails the performance standards but the program will still be considered in the “zone” under measurement #1

Case Study 3 Fails One Performance Measurement But is in the Acceptable Zone Status in the Other

Result = ZONE



Loss of Eligibility

Your program will lose its eligibility for federal aid if:

- **It fails both performance measurements for two out three consecutive calculation years, or**
- **It fails or is in the Zone for four consecutive calculation years.**

Institutions will have appeals rights for both the determination of median student debt as well as the determination of student earnings. Earnings surveys will be developed by NCES. Institutions can also use state sponsored data systems for its appeal.

Notices of intent to appeal are due 14 days from the publication of D/E rates. Full appeals are due 60 days from publication of D/E rates.