

Associated Barber College Of San Diego, Inc.

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FEDERAL STUDENT AID (FSA)

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ABCSD is approved for and participates in the Department of Education (ED), Title IV; Federal PELL Grant Program (FPELL) and Federal Direct Loan Program (FDLP), (Subsidized Federal Direct Loan, Unsubsidized Direct Loan, PLUS) is intended to defray the costs of attending for those students eligible for financial aid considerations.

ABCSD offers financial aid for students who qualify. Qualified students are able to apply for and receive Federal PELL Grant, Federal Direct Loan Program (FDLP) while attending college. FPELL is a gift from Federal Government for the students who qualify. Students do NOT need to pay back the FPELL. There are no payments due for the Subsidized and Unsubsidized loans until six (6) months after the student leaves school. This departure date refers to graduation, as well as early withdrawal. If the student does not finish the program, ABCSD will refund any unused tuition back to the lender; however, the student is responsible for any funds kept by ABCSD for tuition needs.

Financial aid is a mechanism that reduces out-of-pocket costs that the student and/or parents must pay to obtain a specific postsecondary education. Presented differently, financial aid is money made available to help students meet the cost of college attendance for both direct and indirect costs. Financial aid includes grants and loans. Grants do not have to be repaid. Financial aid is awarded to students who have "need". Need is the difference between the amount of money that the family will be expected to contribute to meet student costs and the cost of education at this school.

GRANTS

Federal Pell Grant

The federal student grant program is designed to provide assistance to any eligible undergraduate pursuing a post-secondary school. The value of a 2017-2018 Pell Grant varies from \$606 to \$5,920 depending on the expected family contribution and cost of education. This program is the foundation for most financial aid awards.

LOANS

Direct Subsidized Loan

This program is a low rate, long-term loan program for undergraduate students who have demonstrated financial need. The U.S. Department of Education generally pays interest while the student is in school and during certain other periods. The maximum a student may borrow at ABCSD is \$3500 for the first academic year and the \$4,500 for the second academic year, which is subject to proration for the Barbering Program.

Federal Direct Subsidized interest rates are capped at a 4.45 percent interest rate for July 1, 2017 and June 30, 2018. Repayment is required to begin six months after the student completes or terminated his/her education or becomes less than a half-time student. The interest rate changes effective July 1, 2017 and can be obtained on-line at StudentAid.gov/interest or at the financial aid office.

Direct Unsubsidized Loan

This program is a federal loan program designed to allow students who do not qualify for federal interest subsidies under the Direct Stafford loan program to obtain an unsubsidized loan. The borrower is responsible for all interest. Financial need is not required. The maximum amount an independent student may currently borrow at ABCSD is \$6,000 in addition to the Direct Stafford loan for the first and second academic years. The maximum amount a dependent student may currently borrow is \$2000. The second academic year loan amount is subject to proration for the Barber Program.

If a student does not qualify for a Direct Stafford Loan or some portion of the loan, he/she may borrow the remaining amount under Direct Unsubsidized program. The interest rate is capped at 4.45 percent interest rate first disbursed between July 1, 2017 and June 30, 2018. The interest rate changes effective July 1, 2017 and can be obtained on-line at StudentAid.gov/interest or at the financial aid office.

Direct Plus Loans

This is a competitive interest rate loan that provides additional funds to help **parents** pay for the educational expenses of a dependent student. The interest rate is capped at 7.00 percent interest rate for loans first disbursed between July 1, 2017 and June 30, 2018. The interest rate changes effective July 1, 2017 and can be obtained on-line at StudentAid.gov/interest or at the financial aid office. Repayment begins approximately 60 days after the first disbursement of the loan. The maximum amount to borrow is based on the cost of attendance minus any estimated financial assistance awarded during the academic year.

The borrower is responsible for all interest and the student must be enrolled at least half-time. Financial need is not required and the borrower may not have adverse credit. An adverse credit situation will allow the student to borrow additional unsubsidized loan funds.

U.S. Department of Education Ombudsman

The U.S. Department of Education has a FSA Ombudsman Group that is a neutral, informal, confidential. Its office is available to help resolve disputes about your federal student loans. You can contact them by mail, P.O. Box 1843, Monticello, KY 42633. Phone: 1(877)557-2575 Fax: (606)386-4821

GENERAL FINANCIAL AID INFORMATION

If you wish to apply for FSA or you have questions, or need section of the Catalog clarified, contact the Financial Aid Office (FAO) at the school. Martha Sanchez is the Financial Aid Assistant and can be reached at (619) 234-7703 x106. Additional information regarding Federal Student Aid programs may be found in "Funding Education Beyond High School" and the "Free Application for Federal Student Aid" published by the U.S. Department of Education. (www.FAFSA.gov) Additional information may be obtained by calling the Federal Student Aid Information Center at 1-800-433-3243, TTY 1-800-730-8913, or www.studentaid.ed.gov.

COMPLIANCE STATEMENT

The Federal Privacy Act of 1974 requires that students be notified that the disclosure of his/her social security number is mandatory. The social security number is used to verify students' identities, to process the awarding of funds, the collection of funds, and the tracing of individuals who have borrowed funds from federal, state or private programs.

APPLYING FOR FINANCIAL AID

Students interested in financial aid at ABCSD must follow this procedure:

1. Complete the enrollment paperwork (application, high school diploma (or its equivalent), valid government issued photo ID, copy of Social Security Card) must be complete and submitted to ABCSD. The enrollment application and FAFSA can be completed on the ABCSD's website or in person.
2. Meet the Financial Aid Administrator to outline the qualification for grant and loan eligibility.
3. The Financial Aid Administrator utilizes a need analysis system through a third party servicer (FAS) to determine eligibility for financial aid programs.
4. The Free Application for Federal Student Aid (FAFSA) and other documents are reviewed by the financial aid office at the time of the student's financial aid interview and eligibility is determined.
5. The registration fee is not covered by financial aid.

STUDENT ELIGIBILITY REQUIREMENTS

To be eligible for financial aid, a student must:

- Be admitted as a regular student;
- Be enrolled or accepted for enrollment in an eligible program on at least a half time basis;
- Be a citizen or an eligible non-citizen;
- Not owe a refund on a FPELL Grant or FSEOG at any school;
- Not be in default on a Perkins Loan or Stafford Loan/SLS/PLUS/Direct Loan at any school;
- Have financial need;
- Be making satisfactory progress (as defined by school policy) in the course of study;
- Be registered for selective service (If male aged 18-25);
- Have a high school diploma (or foreign equivalent); have a GED;
- Must be 18 years old at the time of enrollment.

APPLICATION FOR FINANCIAL AID, PROCEDURES AND FORMS

The financial aid application is the Free Application for Federal Student Aid (FAFSA). This form needs to be completed as instructed on line at www.fafsa.gov. Documentation to substantiate the data entered on the form may be required by the financial aid office. Forms and assistance in completing them are available at ABCSD during the administrative office hours. In addition to the FAFSA, ABCSD requires a series of forms as they apply to the individual student aid program and to the student's individual family circumstances.

DEADLINE: FAFSA application must be submitted to FAFSA.ed.gov on or before October 1 in the prior year on which the application is intended. SAR or ISIR must be submitted to the financial aid office by August 29 of the award year from which aid is requested from, or your last day of enrollment in the previous award year, whichever comes first.

RENEWAL PROCESS: An SAR or ISIR is valid for one award year (July 1 to June 30 of the following year), and it is NOT automatically renewed for the next award year. Students must re-apply for the FPELL Grant and submit a copy of the NEW SAR or ISIR to the financial aid office.

DISBURSEMENTS: They are made on per payment period via electronic funds transfer (EFT). The funds will be applied as a direct credit to the student's tuition account. Excess proceeds are issued by check to the student and/or parent.

PROFESSIONAL JUDGMENT (PJ): Our Financial Aid Office may exercise Professional Judgment (PJ), on a case-by-case basis only, to alter the data elements used to calculate a student's Expected Family Contribution (EFC). Additional documents to support your request will be required for consideration and is not guaranteed acceptance.

For additional consumer information on Federal Financial Aid programs, request "Funding Education Beyond High School" published by U. S. Department of Education.

DETERMINING NEED

The information you report on the FAFSA form when you apply for aid, is used in a formula established by US Congress that calculates your Expected Family Contribution. ABCSD utilizes the Free Application for Federal Student Aid (FAFSA) for students applying for aid. This form will be processed by a contractor of the U.S. Department of Education at no cost to the student. The results will be provided in the form on an Electronic Student Aid Report (SAR) with the calculation of the Expected Family Contribution (EFC).

Financial Aid need equals the difference between the stated costs of attending the college minus the resources available to the student. Stated cost includes, tuition, fees, books,

DETERMINING NEED (con't)

supplies, room, board, transportation, personal and related expenses of a student based on their status with parent or away from parent.

The estimated family contribution is based on the federal government the amount of funds the financial aid applicant and/or parents can contribute toward meeting educational costs.

COST OF ATTENDANCE

The total amount it will cost a student to go to school. This school uses the 2017-2018 annual budgets published by the California Student Aid Commission.

With Parent*First Academic Year*

Tuition and Fee - \$10,206 plus \$100

Books and Supplies - \$2,872.74 (right-handed) \$2,594.28 (left-handed)

The Cost of Attendance for 2017-2018 indirect costs for the first academic year is:

Room and Board - \$4081.00 (\$583 mo. Multiplied by 7)

Transportation - \$854.00 (\$122 mo. Multiplied by 7)

Personal - \$2548.00 (\$364 mo. Multiplied by 7) Approx. Loan Fee - \$56

Away from Parent*First Academic Year*

Tuition and Fee - \$10206 plus \$100

Books and Supplies - \$2,872.74 (right-handed) \$2,594.28 (left-handed)

The Cost of Attendance for 2017-2018 indirect costs for the first academic year is:

Room and Board - \$10,339.00 (\$1477 mo. Multiplied by 7)

Transportation - \$959.00 (\$137 mo. Multiplied by 7)

Personal - \$2,338.00 (\$334 mo. Multiplied by 7) Approx. Loan Fee - \$100

With Parent*Second Academic Year*

Tuition and Fee - \$6804

The Cost of Attendance for 2017-2018 indirect costs for the second academic year is:

Room and Board - \$2,915.00 (\$583 mo. Multiplied by 5)

Transportation - \$610.00 (\$122 mo. Multiplied by 5)

Personal - \$1,820.00 (\$364 mo. Multiplied by 5) Approx. Loan Fee - \$46

Away from Parent*Second Academic Year*

Tuition and Fee - \$6,804

The Cost of Attendance for 2017-2018 indirect costs for the second academic year is:

Room and Board - \$7,385.00 (\$1477 mo. Multiplied by 5)

Transportation - \$685.00 (\$137 mo. Multiplied by 5)

Personal - \$1,670.00 (\$334 mo. Multiplied by 5) Approx. Loan Fee - \$74

VERIFICATION SELECTION, COMMENT CODE SELECTION OF INFORMATION

ABCSD has policies and procedures to verify certain applications that are selected by Central Processing System (CPS). In rare instances, ABCSD's financial aid office may elect to verify the application to resolve any questions he/she may have regarding what has been reported on the Free Application for Federal Student Aid (FASFA) or other documents provided in the student's file. Verification requirements (V1, V4, and V5) are applicable only to FSA recipients. ABCSD has chosen to verify 100% of its **selected** applicants. ABCSD will request students'/parents' tax transcripts of the applicant who is selected for verification by the U.S. Department of Education ("ED"). The selected applicant may be requested to provide other

VERIFICATION SELECTION, COMMENT CODE SELECTION OF INFORMATION (con't)

pertinent document to complete the verification requirement within thirty days (1 month). CPS matches the application data to several databases, including the National Student Loan Data System (NSLDS) and other agencies to flag certain items. Items, which are questioned, must be resolved before disbursing funds to the student. When the CPS processes an application, it uses the applicant's social security number, name and date of birth to perform several edits with federal databases. Certain data match edit can result in comment code, or "C" code, that are indicated on the Institutional Student Information Record (ISIR) and must be researched and cleared prior to federal aid processing. If a "C" code is present on the ISIR, the financial aid office will request documentation from the student to determine eligibility. ABCSD's financial aid office is required to resolve any conflicting information for an applicant. Conflicting information is not exempt from verification requirements. ABCSD will not disburse FSA funds until the student has completed required verification and resolve conflicting data. No interim disbursement will be made. The student will be advised upon completion of the verification process.

DURATION OF AWARD

Financial Aid awards are made in two payment periods. These funds are posted to the student's account each payment when successfully completed. To continue eligible for receiving an award, a student must:

- Be in good standing with the school;
- Continue to demonstrate financial need;
- Maintain satisfactory academic progress;
- Complete all required financial aid applications each academic year.

Continued awards are contingent upon submitting a FAFSA timely and successfully completing the actual hours to receiving the subsequent payment period.

GRADE LEVEL DEFINITION

Grade Level 1 - A student's eligibility in the Barbering program is considered first level until the student has competed 900 clock hours and 26 weeks.

Grade Level 2- A student's eligibility in the Barbering program may progress to the second year funding, provided 900 clock hours and 26 weeks have been completed.

TUITION AND FEES REPAYMENT

Repayment – When a student received Title IV aid funds for living expenses and then withdraws, Financial Aid Assistant will determine if the amount owed by the student received in excess of calculated living expenses for the enrollment period.

TREATMENT OF TITLE IV FUNDS IF THE STUDENT WITHDRAWS FROM PROGRAM

Federal Regulations dictate specific formulas to determine the amount of Title IV Aid earned by a student withdrawing from the course of study. Simply stated, if the student withdraws before the sixty percent of the payment period in program, the student would have earned the same percentage of aid received. For example, if the student withdraws at fifty percent of the payment period, the student would have earned only 50 percent of the aid received or eligible to have received. To determine the percentage completed, the scheduled hours of class will be divided by the total hours in the payment period. Unearned aid will be returned to the programs in accordance to the guidelines described in the regulations. Withdrawing students will be responsible for institutional charges not covered by student aid. Delinquent school accounts will be assigned to a collection agency. Collection agency expenses will be added to the balance owed to the school.

RETURN OF TITLE IV FUNDS

Special note to students receiving federal student aid Unsubsidized/Subsidized/PLUS/Pell Grants or other aid: If you withdraw from school prior to the completion of the equivalent to 60 percent of the clock hours in any given payment period up to the last day of attendance, a calculation using the percentage of clock hours completed will be applied to the funds received or that could have been received that will determine the amount of the aid the student earned. Unearned funds would be returned to the federal student aid program in the order stated below by the school and/or the student. Funds owed by the student to the Federal Grant programs are limited to 50% of the award per grant program received. Sample Calculation completion of 25% of the payment period earns only 25% of the federal student aid disbursed or that could have been disbursed for the payment period. If applicable, this would be the first calculation to determine the amount of aid that the student would be eligible for from the Title IV Financial Aid programs. A second calculation would take place to determine the amount earned by ABCSD during the payment period. If the student is eligible for a loan guaranteed by the federal or state government and the student defaults on the loan, both of the following may occur: (1) the federal or state government or a loan guarantee agency may take action against the student, including applying any income tax refund to which the person is entitled to reduce the balance owed on the loan. (2) the student may not be eligible for any other federal student financial aid at another institution or other government assistance until the loan is repaid.

FAFSA Instructions

- 1) To apply for Financial Aid:
 - Complete the FASFA application: www.FASFA.ed.gov
 - School Code: **042425**
 - Degree: Diploma/certificate less than 2 years

 - Create your FSA user ID #
 - Use IRS data retrieval if you filed taxes * If it doesn't work, we can get tax info later
 - Sign the application electronically. (If you are using your parent information, your parent must sign the form electronically.)
 - If you want to apply for direct Students loans: www.studentloans.gov
 - Complete the entrance counseling forms for undergraduate students
 - Complete Master Promissory Note (MPN)