

Volume 3

Calculating Awards & Packaging

Table of Contents

Introduction.....	3-1
-------------------	-----

Chapter 1—Academic Calendar, Payment Periods

& Disbursements	3-3
ACADEMIC YEAR REQUIREMENTS	3-3
ACADEMIC CALENDARS & TERMS	3-6
PAYMENT PERIODS	3-9
TIMING OF DISBURSEMENTS—GENERAL RULES.....	3-22
TIMING OF FSA GRANT DISBURSEMENTS.....	3-24
INTERIM DISBURSEMENTS.....	3-26
DIRECT LOAN DISBURSEMENTS.....	3-27
RETAKING COURSEWORK IN TERM PROGRAMS.....	3-31
TRANSFER, RE-ENTRY & REPEATING COURSEWORK WHEN PROGRESS IS NOT TRACKED BY TERMS.....	3-32

Chapter 2—Cost of Attendance (Budget)..... 3-33

ALLOWABLE COSTS	3-33
COSTS FOR PERIODS OTHER THAN NINE MONTHS	3-41

Chapter 3—Calculating Pell and Iraq & Afghanistan

Service Grant Awards 3-43

SCHEDULED AWARD, AWARD YEAR, & ANNUAL AWARD	3-43
TERMS AND PAYMENT METHODS FOR CALCULATING PELL GRANTS.....	3-46
CREDIT-HOUR TERM-BASED PROGRAMS.....	3-47
FORMULA 1: CREDIT-HOUR TERM-BASED PROGRAMS.....	3-49
FORMULA 2: STANDARD-TERM PROGRAMS WITH LESS THAN 30 WEEKS IN THE FALL THROUGH SPRING.....	3-53
FORMULA 3: GENERAL FORMULA FOR ANY TERM-BASED PROGRAM	3-53
FORMULA 4: CLOCK-HOUR AND NON-TERM CREDIT-HOUR PROGRAMS	3-56
SUMMER TERMS & OTHER “CROSSOVER PAYMENT PERIODS”	3-58
YEAR-ROUND PELL & IRAQ AND AFGHANISTAN SERVICE GRANT.....	3-62
REMAINING ELIGIBILITY, TRANSFER STUDENTS.....	3-64
AWARDING REMAINING PELL GRANT ELIGIBILITY.....	3-64
PELL RECALCULATIONS	3-70
CHAPTER 3 APPENDICES.....	3-73
APPENDIX A – PELL FORMULA 2: CALCULATIONS FOR STANDARD-TERM PROGRAMS WITH LESS THAN 30 WEEKS IN FALL THROUGH SPRING.....	3-74
APPENDIX B – PELL FORMULA 5: CALCULATIONS FOR CORRESPONDENCE STUDY PROGRAMS.....	3-75
APPENDIX C – PELL FORMULA SUMMARIES.....	3-78

Chapter 4—Calculating TEACH Grants.....	3-85
TEACH GRANT BASICS.....	3-85
CALCULATING TEACH GRANT PAYMENTS FOR PAYMENT PERIODS.....	3-86
TEACH GRANT FORMULAS.....	3-88
RECALCULATING TEACH GRANTS.....	3-89
 Chapter 5—Direct Loan Periods and Amounts.....	 3-91
LOAN PERIODS, ACADEMIC TERMS, & PROGRAM LENGTH.....	3-92
ANNUAL LOAN LIMITS.....	3-95
ANNUAL LOAN LIMIT PROGRESSION.....	3-101
MANAGING DIRECT LOANS IN MODULES & INTERSESSIONS.....	3-106
GRADE LEVEL PROGRESSION.....	3-113
PRORATING ANNUAL LOAN LIMITS FOR DIRECT SUB/UNSUB LOANS (UNDERGRADUATE ONLY).....	3-115
REMAINING LOAN ELIGIBILITY FOR STUDENTS WHO TRANSFER OR CHANGE PROGRAMS	3-117
AGGREGATE LOAN LIMITS	3-125
RECALCULATION & DIRECT LOANS.....	3-133
EFFECT OF OVERBORROWING THEN REGAINING ELIGIBILITY	3-134
 Chapter 6—Awarding Campus-Based Aid.....	 3-137
GENERAL CAMPUS-BASED PROGRAM AWARD RULES.....	3-137
AWARDING FSEOG.....	3-138
AWARDING FEDERAL WORK-STUDY (FWS)	3-140
 Chapter 7—Packaging Aid	 3-143
PELL GRANTS AS FIRST SOURCE OF AID	3-144
PACKAGING RULES FOR CAMPUS-BASED AID AND DIRECT LOANS	3-144
ESTIMATED FINANCIAL ASSISTANCE (EFA).....	3-145
PACKAGING AID FOR CHILDREN OF IRAQ & AFGHANISTAN SOLDIERS.....	3-146
PACKAGING TEACH GRANTS.....	3-147
CONSIDERING GRANTS AND SUBSIDIZED LOANS FIRST.....	3-148
FSEOG & PELL LEU.....	3-148
SUBSTITUTING FOR THE EFC.....	3-149
RECALCULATION.....	3-149
COUNTING NEED-BASED EARNINGS AS ESTIMATED FINANCIAL ASSISTANCE.....	3-154
CROSSOVER PERIODS.....	3-154
PACKAGING VETERANS BENEFITS, AMERICORPS, VOCATIONAL REHABILITATION FUNDS, & BIA GRANTS.....	3-156
TREATMENT OF OVERAWARDS.....	3-158
APPENDIX A – FEDERAL EDUCATION BENEFITS TO BE EXCLUDED FROM EFA AS LISTED IN SECTION 480(C) OF THE HIGHER EDUCATION ACT.....	3-159