



September 2006

CB-06-13

Subject: 2006-2007 Supplemental Campus-Based Awards

Summary: This letter provides information about supplemental campus-based awards for the 2006-2007 Award Year.

Dear Colleague:

Each year prior to September 30th, we use information collected on the Campus-Based Reallocation Form (ED Form E40-4P) to reallocate unexpended Federal Supplemental Educational Opportunity Grant (FSEOG), Federal Work-Study (FWS), and Federal Perkins Loan (Perkins Loan) program funds from the previous award year as supplemental allocations for the current award year. Accordingly, later this month we will distribute the supplemental campus-based awards for the 2006-2007 Award Year to schools that meet the required conditions for receipt of such funds. Because there were no new Perkins Loan funds appropriated for the 2005-2006 Award Year, there are no Perkins Loan funds available to be awarded through the supplemental award process.

The questions and answers that follow explain how the 2006-2007 supplemental award funds for each campus-based program will be distributed and how schools will be notified of the supplemental awards.

QUESTIONS AND ANSWERS

Q1: How are supplemental campus-based funds distributed?

A1: Supplemental campus-based awards are distributed in accordance with sections 413D(d), 442(d), and 462(i) of the Higher Education Act of 1965, as amended, and the regulations at 34 CFR 673.4. In addition, a school must qualify for at least a minimum supplemental allocation of \$1,000 in a program to receive funds for that program.

Supplemental Perkins Loan funds will not be awarded for the 2006-2007 Award Year because there were no new Perkins Loan funds appropriated for the 2005-2006 Award Year.

Supplemental FSEOG funds will be awarded to participating schools as follows:

We will award 100 percent of the available funds to schools with a 2006-2007 fair share shortfall (final funding worksheet for FSEOG, line 25).

Supplemental FWS funds will be awarded to participating schools as follows:

300 First St. N.E., Washington, DC 20002
www.FederalStudentAid.ed.gov
1-800-4-FED-AID

FEDERAL STUDENT AID  START HERE. GO FURTHER.

We will award 100 percent of the available funds to schools with a 2006-2007 fair share shortfall (final funding worksheet for FWS, line 28) that

1. Indicated on line 4 of the Campus-Based Reallocation Form (ED Form E40-4P) that they spent at least five percent of their total 2005-2006 FWS funds to compensate students employed as reading tutors of children or in family literacy activities as part of their community service activities; and
2. Requested a supplemental 2006-2007 FWS allocation on line 5 of the Campus-Based Reallocation Form (ED Form E40-4P) to compensate students employed in community service jobs during the 2006-2007 Award Year (and not for any other purpose).

Note: We will verify that a school did spend at least five percent of its total 2005-2006 FWS allocation to compensate students employed as reading tutors of children or in family literacy activities as part of its community service activities when we receive the school's FISAP due September 29, 2006. If a school received supplemental FWS funds for which it was not entitled, those funds will be deobligated.

Q2: How will we be notified that we received a supplemental campus-based award?

A2: In late September 2006, we will notify your school by e-mail if it received a supplemental award of campus-based funds. We will send this e-mail to the Financial Aid Administrator's e-mail address that was provided in your school's most recently submitted FISAP or that was updated via the "Contact Info" page on the [eCampus-Based \(eCB\) Web site](http://www.cbfsisap.ed.gov) at (www.cbfsisap.ed.gov).

In the e-mail, we will inform your school that we have determined its supplemental funding for the 2006-2007 Award Year and that your school's Statement of Account on the [eCB Web site](http://www.cbfsisap.ed.gov) reflects the supplemental award amount.

To access your school's Statement of Account, log in to the [eCB Web site](http://www.cbfsisap.ed.gov) select the "Self-Service" link from the top navigation bar, and scroll to the "Campus-Based Notifications for All Available Award Years" section. Then, scroll to the "Statement of Account" bullet and click on the "2006-2007" link next to it.

Q3: Will any additional funds become available for the 2006-2007 Award Year?

A3: Other than funds distributed through this supplemental process, we do not anticipate that additional unexpended campus-based funds from the previous award year will become available for the 2006-2007 Award Year. Therefore, please do not submit requests for further funding through this supplemental award process.

For additional information about the supplemental campus-based award process, contact the Campus-Based Call Center at 877/801-7168. Customer service representatives are available Monday through Friday from 8:00 A.M. until 8:00 P.M. (ET). You may also e-mail CBFOB@ed.gov.

Sincerely,



Sherlene McIntosh
Acting Director, Campus-Based Systems and Operations Division
Federal Student Aid