

Return of Title IV Funds

The registration office has been designated as the office for withdrawal notification.

For federal aid recipients attending NCCC, a portion of Title IV grant or loan funds, but not federal work-study funds, may be returned to the Title IV programs (includes Federal Pell Grant, Federal SEOG, Federal Stafford and Federal PLUS loans) upon a Title IV recipient's (the student's) withdrawal from school. This means that if a federal aid recipient attending NCCC withdraws from all of his/her classes prior to the end of the semester, the financial aid office must use a federal formula to determine what percentage of the student's aid must be returned to the federal government.

The calculation of the Return of Title IV Funds is based on the student's withdrawal date. The percentage of the period of enrollment (fall or spring or summer semester) for which assistance was awarded (the entire semester) will be determined. To calculate the amount of Title IV assistance earned by a student, NCCC must first determine the percentage of Title IV assistance the student earned. Up through the 60 percent point in time, the percentage of assistance earned is equal to the percentage of the period of enrollment for which it was awarded that was completed as of the day the student withdrew.

If a student has received more grant or loan assistance than the amount earned (percentage of semester student was enrolled), the unearned funds shall be returned to the federal programs. Differences between amounts earned and amounts received the student will be returned to the Title IV programs. If a student withdraws after completing at least 60 percent of the semester, then the student earned 100 percent of the Title IV aid for that semester. Once NCCC completes the calculations, a student will receive written notification of the dollar amounts returned to the federal program and if it is necessary for a student to make any additional payments to the federal government or to NCCC.

Aid will be repaid to the appropriate fund according to the following distribution priority, which is statutorily prescribed:

1. Unsubsidized Federal Stafford Loan
2. Subsidized Federal Stafford Loan
3. Federal PLUS Loan
4. Federal Pell Grant program
5. Federal SEOG program
6. Other Title IV aid programs

Examples of the Return of Title IV Funds calculation will be available to students upon request by contacting the financial aid office.

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