

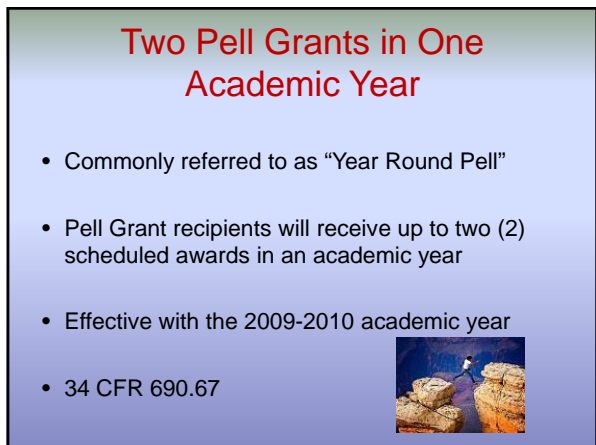


New Pell Rules


Awarding Two Pell Grants in One Academic Year
&
Administering Pell Grants during Crossover
Payment Periods.

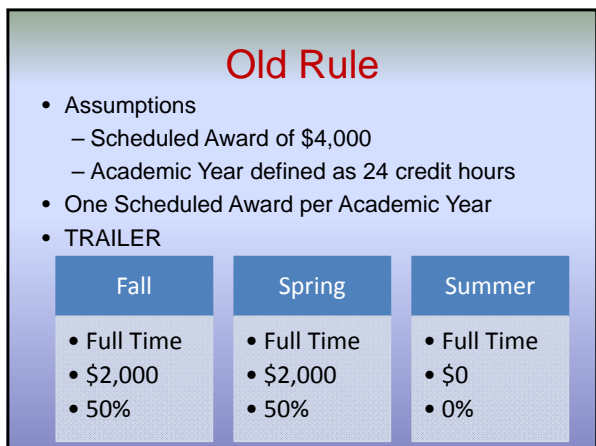




Two Pell Grants in One Academic Year

- Commonly referred to as "Year Round Pell"
- Pell Grant recipients will receive up to two (2) scheduled awards in an academic year
- Effective with the 2009-2010 academic year
- 34 CFR 690.67





Old Rule

- Assumptions
 - Scheduled Award of \$4,000
 - Academic Year defined as 24 credit hours
- One Scheduled Award per Academic Year
- TRAILER

Fall	Spring	Summer
<ul style="list-style-type: none">• Full Time• \$2,000• 50%	<ul style="list-style-type: none">• Full Time• \$2,000• 50%	<ul style="list-style-type: none">• Full Time• \$0• 0%

Old Rule

- Assumptions
 - Scheduled Award of \$4,000
 - Academic Year defined as 24 credit hours
- One Scheduled Award per Academic Year
- HEADER

Summer	Fall	Spring
<ul style="list-style-type: none"> • 6 Credits • \$1,000 • 25% 	<ul style="list-style-type: none"> • 12 Credits • \$2,000 • 50% 	<ul style="list-style-type: none"> • 12 Credits • \$1,000 • 25%

New Rule: Year Round Pell

- Assumptions
 - Scheduled Award (SA) of \$4,000
 - Academic Year defined as 24 credit hours
- TWO Scheduled Awards per Academic Year
- 175% of Scheduled Award (SA) [\$7000 Total]

Summer	Fall	Spring	Summer
<ul style="list-style-type: none"> • 6 Credits • \$1,000 • 25%(SA 1) 	<ul style="list-style-type: none"> • 12 Credits • \$2,000 • 50%(SA 1) 	<ul style="list-style-type: none"> • 12 Credits • \$2,000 • 25%(SA 1) • 25%(SA 2) 	<ul style="list-style-type: none"> • 12 Credits • \$2,000 • 50%(SA 2)

New Rule: Year Round Pell

- To award from the Second Scheduled Award a student must complete the number of hours defined as the institution's Academic Year, or
- Be able to show at least 1 credit/clock hour in a term is attributable to the student's next academic year

Fall	Spring	Summer
<ul style="list-style-type: none"> • 12 credits attempted • 50%(SA 1) • \$2000 • completed 9 	<ul style="list-style-type: none"> • 12 credits attempted • 50%(SA 1) • \$2000 • completed 9 	<ul style="list-style-type: none"> • 6 credits attempted • No credits are attributable to the student's 2nd Academic Year • Not eligible

New Rule: Transfer Student and Year Round Pell

- **Hours Earned Method** – Credits actually earned during same academic year at prior school, regardless of transferability, less non-applicable credits such as AP or CLEP
- **Assumption Method** - Formula used when NSLDS indicates less than the First Scheduled Award is disbursed at prior institution

$$\left(\begin{array}{c} \text{Pell} \\ \text{Disbursed} \\ \text{at prior} \\ \text{institution} \end{array} \right) \times \left(\begin{array}{c} \text{Credits in } \underline{\text{new}} \\ \text{institution's} \\ \text{Academic} \\ \text{Year definition} \end{array} \right) \div \left(\begin{array}{c} \text{Scheduled} \\ \text{Award at } \underline{\text{prior}} \\ \text{institution} \end{array} \right)$$

New Rule: Transfer Student and Year Round Pell

- Example 1
- ISIR indicates student received 75% of scheduled award at previous institution.

Prior School	Spring	Summer
<ul style="list-style-type: none"> • 75% 	<ul style="list-style-type: none"> • 12 Credits • \$2,000 • 25%(SA 1) • 25%(SA 2) 	<ul style="list-style-type: none"> • 12 Credits • \$2,000 • 50%(SA 2)

New Rule: Transfer Student and Year Round Pell

- Example 2
- ISIR indicates student received 25% of scheduled award at previous institution.

Prior School	Spring	Summer
<ul style="list-style-type: none"> • 25% 	<ul style="list-style-type: none"> • 12 Credits • \$2,000 • 50%(SA 1) 	<ul style="list-style-type: none"> • 12 Credits • \$2,000 • 25%(SA 1) • 25%(SA 2)

New Rule: Transfer Student and Year Round Pell

- Example 3
- ISIR indicates student received 125% of scheduled award at previous institution.

Prior School	Spring	Summer
<ul style="list-style-type: none">• 125%	<ul style="list-style-type: none">• 12 Credits• \$2,000• 50%(SA 2)	<ul style="list-style-type: none">• 12 Credits• \$1,000• 25%(SA 2)

Administering Pell Grants during Crossover Payment Periods

- Crossover Payment Period is an academic term that includes both June 30th and July 1st
- New Rules require the school to assign each student's crossover payment period to the award year that yields the largest Pell Grant payment for the student

• Effective Summer 2010



• 34 CFR 690.64

Administering Pell Grants during Crossover Payment Periods

- If valid ISIRs are available from both academic years, Pell Grant **MUST** be assigned to (paid from) the academic year which best benefits the student
- ED will establish and publish a deadline, after which a school **MAY** reassign the payment period based upon new information received after the initial assignment determination
- Before the published deadline, a school **MUST** reassign the payment period based upon new information received after the initial assignment determination

Administering Pell Grants during Crossover Payment Periods

- Pay Summer 2010 Pell from 09-10 or 10-11?
- 09-10 Scheduled Award = \$4000
- 10-11 Scheduled Award = \$6000

Summer 09	Fall 09	Spring 10	Summer 10
<ul style="list-style-type: none"> • 12 Credits • \$2,000 • 50%(SA 1) 	<ul style="list-style-type: none"> • 12 Credits • \$2,000 • 50%(SA 1) 	<ul style="list-style-type: none"> • 12 Credits • \$2,000 • 50%(SA 2) 	<ul style="list-style-type: none"> • 12 Credits

09-10 = 50% of SA2 or \$2000
 10-11 = 50% of SA1 or **\$3000**

Administering Pell Grants during Crossover Payment Periods

- Pay Summer 2010 Pell from 09-10 or 10-11?
- 09-10 Scheduled Award = \$4000
- 10-11 Scheduled Award = \$3000

Summer 09	Fall 09	Spring 10	Summer 10
<ul style="list-style-type: none"> • 12 Credits • \$2,000 • 50%(SA 1) 	<ul style="list-style-type: none"> • 12 Credits • \$2,000 • 50%(SA 1) 	<ul style="list-style-type: none"> • 12 Credits • \$2,000 • 50%(SA 2) 	<ul style="list-style-type: none"> • 12 Credits

09-10 = 50% of SA2 or **\$2000**
 10-11 = 50% of SA1 or \$1500

Administering Pell Grants during Crossover Payment Periods

- Pay Summer 2010 Pell from 09-10 or 10-11?
- 09-10 Scheduled Award = \$4000
- 10-11 Scheduled Award = \$3000

Prior School	Spring 10	Summer 10
<ul style="list-style-type: none"> • 125% 	<ul style="list-style-type: none"> • 12 Credits • \$2,000 • 50%(SA 2) 	<ul style="list-style-type: none"> • 12 Credits

09-10 = 25% of SA2 or \$1000
 10-11 = 50% of SA1 or **\$1500**
