

## HEA Matrix Changes – Effective July 1, 2010

Subject	Effective Date	Citation	Description
General Definition of Institution of Higher Education	July 1, 2010	HEA Section 101(a)	<p>Definition of "Institution of Higher Education" is amended by:</p> <ul style="list-style-type: none"> <li>• Adding home-schooled students who do not have a high school diploma or GED as regular students;</li> <li>• Amending language to allow schools that do not offer a bachelor's degree or a two-year degree but that offer a degree that is acceptable to a graduate or professional degree program to be considered an institution of higher education, subject to the review and approval of the secretary; and</li> <li>• Permitting dual enrollment</li> </ul>
Proprietary Institution of Higher Education	July 1, 2010	HEA Section 102(b)	<p>Definition of "Proprietary Institution of Higher Education" is amended to add schools that provide a program leading to a baccalaureate degree in liberal arts that the school has provided since January 1, 2009, so long as the school has been accredited by a recognized regional accreditation agency or organization since October 1, 2007, or earlier. This does not affect the eligibility of current programs or alter the method used by the secretary in determining the "recognized occupations" as required by section 102(b)(1)(A)(i) of the HEA.</p>
Dual Enrollment	July 1, 2010	HEA Sections 101(b), 102(b) and (c)	<p>Allows eligible schools to dually enroll secondary students as regular students at the school.</p>
Textbook Information	July 1, 2010	HEA Section 133	<p>When textbook publishers provide information on a college textbook or supplemental material to faculty in charge of selecting course materials at postsecondary schools, that information must be in writing (including electronic communication) and must include:</p> <ul style="list-style-type: none"> <li>• The price of the textbook;</li> <li>• The copyright dates of the three previous editions (if any);</li> <li>• A description of substantial content revisions;</li> <li>• Whether the textbook is available in other formats and, if so, the price to the school and to the general public;</li> <li>• The separate prices of textbooks unbundled from supplemental material; and</li> <li>• To the maximum extent possible, the same information for custom textbooks.</li> </ul> <p>To the maximum extent practicable, a school must include on its Internet course schedule for required and recommended textbooks and supplemental material:</p> <ul style="list-style-type: none"> <li>• The International Standard Book Number (ISBN) and retail price;</li> <li>• If the ISBN is not available, the author, title, publisher and copyright date; or</li> <li>• If such disclosure is not practicable, the designation "To Be Determined."</li> </ul>

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Textbook Information (continued)	July 1, 2010	HEA Section 133	<p>If applicable, the school must include on its written course schedule a reference to the textbook information available on its Internet schedule and the Internet address for that schedule. A postsecondary school must provide the following information to its college bookstores upon request by such college bookstore:</p> <ul style="list-style-type: none"> <li>• The school's course schedule for the subsequent academic period; and</li> <li>• For each course or class offered, the information must include the required and recommended textbooks and supplemental material, the number of students enrolled, and the maximum student enrollment.</li> </ul> <p>Schools disclosing the information they must include on their Internet course schedules for required and recommended textbooks and supplemental material are encouraged to provide information on:</p> <ul style="list-style-type: none"> <li>• Renting textbooks;</li> <li>• Purchasing used textbooks;</li> <li>• Textbook buyback programs; and</li> <li>• Alternative content delivery programs.</li> </ul>
Master Calendar	July 1, 2010	HEA Section 482	<p>The HEOA requires the secretary to provide schools with a compliance calendar listing disclosures and reports required under the HEA. The list must include:</p> <ul style="list-style-type: none"> <li>• The date each report or disclosure is required to be completed and to be submitted, made available, or disseminated;</li> <li>• The required recipients of each report or disclosure;</li> <li>• Any required method for transmittal or dissemination of each report or disclosure;</li> <li>• A description of the content of each report or disclosure sufficient to allow the school to identify the appropriate individuals to be assigned the responsibility for such report or disclosure;</li> <li>• References to the statutory authority, applicable regulations, and current guidance issued by the secretary regarding each report or disclosure; and</li> <li>• Any other information which is pertinent to the content or distribution of the report or disclosure.</li> </ul>
Cost of Attendance	July 1, 2010	HEA Section 472(3)	<p>The HEOA specifies that, for students living in housing located on a military base or housing for which they receive a basic allowance under Title 37 of the U.S.C. – Pay and Allowances of the Uniformed Services, the room and board allowance shall include an allowance based on the expenses reasonably incurred for board only.</p>
Total Income	July 1, 2010	HEA Section 480(a)	<p>The HEOA permits the use of data from the second preceding tax year (often referred to as "prior prior year" data) to carry out simplification efforts. The HEOA also exempts veterans' education benefits received by the individual from Total Income.</p>
Untaxed Income and Benefits	July 1, 2010	HEA Section 480(b)(1)(E)	<p>The HEOA excludes from untaxed income and benefits the value of on-base military housing or the value of basic allowance for housing determined under section 403(b) of Title 37, U.S.C., received by the parents, in the case of a dependent student, or by the student or student's spouse, in the case of an independent student.</p>
Independent Student	July 1, 2010	HEA Section 480(d)(1)	<ul style="list-style-type: none"> <li>• The HEOA clarifies that the independent student definition includes a student who is an orphan, in foster care, or a ward of the court, or was an orphan, in foster care, or a ward of the court anytime from the time when the individual was 13 years of age or older; and</li> <li>• The HEOA clarifies that an individual who was an emancipated minor immediately prior to attaining the age of majority meets the definition of an independent student.</li> </ul>

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Excludable Income	July 1, 2010	HEA Section 480(e)	The HEOA specifies that any income earned from work under a cooperative education program offered by an institution of higher education is excluded from the determination of EFC.
Estimated Financial Assistance	July 1, 2010	HEA Section 480(j)(1)	The HEOA excludes veterans' education benefits, as defined in subsection (c) of section 480 of the HEA, from the definition of estimated financial assistance.
Social Security Number	July 1, 2010	HEA Section 484(a)(4)(B)	The HEOA now requires every student to provide their social security number to the secretary as part of the financial aid application process, thereby eliminating the exemption for students from the Republic of the Marshall Islands, the Federated States of Micronesia, or the Republic of Palau.
Distance Education/ Correspondence Courses	July 1, 2010	HEA Section 484(l)	The HEOA replaces the term "telecommunications" with "distance education" and removes the definition of "telecommunications." The HEOA also specifies that a course offered "principally" through distance education is considered a distance education course. Previously, any course offered "in whole or in part" by telecommunications was considered a telecommunications course. A student's eligibility must be reduced if a financial aid administrator determines that instruction through distance education results in a substantially reduced cost of attendance to that student.
Obtaining Financial Data from the Internal Revenue Service	July 1, 2010	HEA Section 484(q)	The HEOA gives the secretary, in cooperation with the secretary of the treasury, authority to obtain from the IRS any information reported on federal income tax returns by an applicant, or any other individual whose financial information is required on the FAFSA. As a condition of a student receiving Title IV assistance, the secretary may require an applicant, the parents of a dependent applicant, or the spouse of an applicant to provide consent in order for the IRS to disclose the necessary information.
Regaining Eligibility After a Drug Conviction	July 1, 2010	HEA Sections 484(r)(2)(B) and (t)	The HEOA adds a new provision at section 484(r)(2)(B) of the HEA that allows a student whose eligibility has been suspended due to a drug conviction to resume eligibility if the student successfully passes two unannounced drug tests conducted by a drug rehabilitation program that complies with criteria established by the secretary.
TEACH Grant – Agreement to Serve	July 1, 2010	HEA Section 420N(b)(3)	The HEOA requires that the Agreement to Serve that a TEACH Grant recipient must sign before receiving a TEACH Grant contain or be accompanied by a plain-language disclosure form developed by the secretary that clearly describes the nature of the TEACH Grant award, the service obligation, and the loan repayment requirements that are the consequence of the failure to complete the service obligation.
TEACH Grant – Additional Administrative Provisions	July 1, 2010	HEA Section 420N(d)	The HEOA adds new paragraph 420N(d)(1) to the HEA to allow a recipient of an initial TEACH Grant who has acquired an academic degree, or expertise, in a field that was, at the time of the recipient's application for the grant, designated as high-need but is no longer so designated to fulfill the service obligation associated with the TEACH Grant by teaching in that high-need field.  The HEOA adds new paragraph 420N(d)(2) to the HEA to require that the secretary establish, by regulation, categories of extenuating circumstances under which a TEACH Grant recipient who is unable to fulfill all or part of the recipient's service obligation may be excused from fulfilling that portion of the service obligation.
FFEL and DL Program – Borrower Eligibility for Federal Interest Subsidy	July 1, 2010	HEA Section 428(a)(2)	The HEOA amends the meaning of the term "estimated financial assistance" in section 428(a)(2) of the HEA, which governs the determination of a borrower's eligibility for a subsidized Stafford loan, to exclude all veterans' education benefits as those are defined in section 480(c) of the HEA.

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Disclosures – Preferred Lender	July 1, 2010	34 CFR 601.10 (a)(1)	<p>A covered institution or institution-affiliated organization that participates in a preferred lender arrangement must disclose the following on its website and in all informational materials that address education loans: the maximum amount of Title IV grant and loan aid available to students and a statement that the institution is required to process FFEL loan documents from any eligible lender the student chooses.</p> <p>The institution must also provide this information on the "model disclosure" form for each type of loan offered under a preferred lender arrangement to its students and families.</p>
Disclosures – Preferred Lender, Private Loans	July 1, 2010	34 CFR 601.10 (a)(2)	<p>If the institution's or organization's website and informational materials address private loans, the institution must disclose information required in the TILA section 128(e)(11) for each type of private loan offered under a preferred lender arrangement to its students and families, and the organization must disclose information required in the TILA section 128(e)(1) for each type of private loan offered under a preferred lender arrangement to the students and families.</p>
Providing Disclosures	July 1, 2010	34 CFR 601.10 (c)	<p>Each covered institution and institution-affiliated organization that participates in a preferred lender arrangement must provide the information on the model disclosure form and the information in the TILA sections 128(e)(11) and (e)(1), respectively, for each type of education loan it offers under a preferred lender arrangement. This information must annually be provided to enrolled students and their families so the information can be considered before they select a lender or apply for an education loan.</p>
Preferred Lender List – Disclosure Requirements	July 1, 2010	34 CFR 601.10 (d)(1)	<p>A covered institution's preferred lender list must clearly and fully disclose:</p> <ul style="list-style-type: none"> <li>• Information on the model disclosure form especially with respect to terms, conditions and favorable borrower provisions.</li> <li>• The borrower may choose any participating lender and is not limited to lenders on the list.</li> </ul>