When the federal Higher Education Act (HEA) of 1965 was amended in 1998, a new concept was established with regard to HEA Title IV student financial aid programs. The new concept is that students must earn their Title IV federal financial aid. If they do not stay enrolled long enough to earn all of their aid, then some of the aid has to be returned to the HEA Title IV programs as unearned Title IV aid. The return of unearned Title IV funds policy has been in effect since the fall of 2000.

HEA Title IV financial aid programs include Federal Pell Grant, Federal Academic Competitiveness Grant, Federal Supplemental Educational Opportunity Grant, Federal Work Study and Federal Stafford Loans. HEA Title IV law and regulations, concerning the return of unearned federal financial aid, do NOT affect Federal Work Study earnings. Only grants and loans are impacted by this policy.

A return of Title IV Funds calculation must be performed for Title IV students who completely withdraw from the semester/payment period of enrollment for which he/she was charged. Official withdrawal occurs when the student notifies St. Louis Community College to be withdrawn from all classes through the Enrollment Services office. Students who want to withdraw from courses should withdraw by using the appropriate form that is submitted to the Enrollment Services office. Unofficial withdrawal occurs when the student simply ceases to attend classes and receives grades of “F,” “W,” “U” or “PR” in all of their classes. Pursuant to federal guidelines, the college will determine a last date of attendance for those students.

The return of unearned Title IV funds policy will impact only those students who withdraw or cease to attend all of their courses before 60 percent of the semester is completed.