



901 SW 37TH STREET
TOPEKA, KANSAS
66611

TEL: 785-266-2500
FAX: 785-2662501

www.midwestbarbercollege.com

2020-2021

CREDIT BALANCE

Mission Statement: To inspire its students by creating and maintaining a student-centered occupational environment which culminates in gainful employment.



TITLE IV CREDIT BALANCE:

Credit balance occurs after a student Ledger show a balance of zero (\$00.00). All Credits are given to students after Mid-Point Review of Clock Hours in the payment period. SAP (Satisfactory Academic Progress) report must be Yes on Smart School Management Software or No if you appealed and the appeal was granted

If the student has a Title IV credit balance when s(he) drops, no funds are returned prior to performing the Return calculation, even if Midwest Barber College would otherwise be required to release them to the student. Midwest Barber College return policy is applied to determine if it creates a new or larger Title IV credit balance.

The existing Title IV credit balance is included in the calculation as disbursed aid.

Any Title IV credit balance is allocated as follows:

- A. Is allocated first to repay any grant overpayment owed by the student as a result of the current withdrawal. Midwest Barber College returns this credit balance to the Title IV grant account within 14 days of the date the calculation is performed.
- B. Any credit balance from a prior period is not included in the Return calculation. However, any balance remaining from a prior period when the student drops is included as Title IV funds when the amount of the final Title IV credit balance is determined. Midwest Barber College uses the final credit balance first to satisfy any current student grant overpayment.
- C. Within 14 days of the date the Return calculation was made, the remaining Title IV credit balance are paid in one or more of the following ways:

EXCESS FUNDS PROCEDURE

If a credit balance exists after the disbursement of Title IV aid, the student/parent is given the choice:

- o to credit the excess back on the principle balance of the loan (signature required) or
- o Refund given to the student and/or parent (for plus loans) to be used for educational purposes, following the FSA Handbook guidelines.
- If the student or parent chooses a refund from the credit balance, the FAA notifies the CFO of the amount and to whom the check is to be written.
- The CFO then writes the appropriate credit balance check to the student.
- The credit balance check is given to the student as soon as possible within 14 days of disbursement.
- If the student/parent requests credit balance loan money to be paid back on the principle balance of a Federal Direct loan, the credit balance will be deposited into the Direct Loan account and the Third Party Servicer will be notified to send the credit balance back on the principle balance of the student's loan(s).
 - o The FAA will notify the servicer of the student's / parent's request.
 - o Servicer will administer repayment to the Direct Loan Servicing Center and provide documentation for the student's file.
 - o This will be completed within the 14-days from date of COD disbursement