

**Scholarship for Engineering Education
Service Cancellable Loan Program**

**REGULATIONS - 3600
2014 - 2015 Award Year**



Effective Date – July 1, 2014



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Tucker, Georgia 30084

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3602. Program Overview.

The Scholarship for Engineering Education (SEE) was created beginning with the 1997-1998 Award Year. State revenues provide the funding for this program, as authorized each year by the State of Georgia's Annual Operating Budget. The program is administered by the Georgia Student Finance Commission (GSFC), in accordance with these regulations. SEE provides Service-Cancellable Loans of \$1,750 per semester for a maximum of \$17,500 for a student's program of study.

The purpose of the program is to attract Undergraduate students into the engineering profession by offering financial assistance and to provide qualified engineers for the State of Georgia. In return, students agree to work for a period of time after graduation in an Engineering-Related Field in Georgia. SEE funds may be used for tuition, fees, room and board, and other educational expenses at an eligible private postsecondary institution in Georgia.

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3603. Definitions. (Electronic Link)

3604. General Eligibility Requirements.

3604.1. Citizenship.

1. A student must be a United States Citizen or an Eligible Non-Citizen for a minimum of 12 consecutive months immediately prior the first day of classes of the school term for which payment is sought.

3604.2. Georgia Residency.

1. A student must meet the requirements to be classified as a Resident of Georgia, in accordance with the *Georgia Residency Requirements for State Programs at Private Institutions Regulations*, for a minimum of 12 consecutive months immediately prior to the first day of classes of the school term for which payment is sought.

3604.3. Enrollment Status.

1. A student must be enrolled in an engineering program of study leading to a Baccalaureate Degree at an Eligible Postsecondary Institution, approved by the Engineering Accreditation Commission of the Accrediting Board for Engineering and Technology.
2. A student must be registered, enrolled, and attending classes as a Full-Time student during the drop/add period and through 14 days after the drop/add period.

3604.4. Satisfactory Academic Progress.

1. A student must maintain Satisfactory Academic Progress (SAP), as defined and certified by the Eligible Postsecondary Institution.

3604.5. Selective Service Registration.

1. A student must be in compliance with United States Selective Service System requirements, if such requirements are applicable, prior to the SEE application deadline, in order to be eligible for payment for such school term.

3604.6. Defaulted Loan or Refund Due.

1. A student must not be in default on a Federal Title IV or State of Georgia educational loan, or owe a refund due to an over-award on a Federal Title IV or State of Georgia student financial aid program, or in any other way be in violation of Federal Title IV Program Regulations or State of Georgia student financial aid program regulations. A student must meet the requirements of this section at the time funds are disbursed by GSFC on behalf of the student.

2. A student's default status can be resolved by one of four ways:
 - a. Completing an acceptable rehabilitation plan;
 - b. Having the loan repurchased by the original lender and the default status reversed;
 - c. Consolidating the loan out of a default status; or
 - d. Receiving an approved Title IV settlement, to include a compromised settlement.
3. A student's State of Georgia refund due status can be resolved by:
 - a. Paying the refund to the Eligible Postsecondary Institution in which the over-award occurred. The institution will then forward the payment to GSFC.
4. If such student has repaid the defaulted loan or refund due in full, or resolved the default status, then he or she may be eligible to receive state scholarship or grant funds beginning with the school term in which Repayment was made in full, but not retroactively for previous school terms.

3604.7. Georgia Drug-Free Act.

1. A student convicted of committing certain felony offenses involving marijuana, controlled substances, or dangerous drugs, is ineligible for SEE payment from the date of conviction to the completion of the following school term, in accordance with the Georgia Drug-Free Postsecondary Education Act of 1990, O.C.G.A. § 20-1-24.

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3605. Program Specific Eligibility Requirements.

3605.1. Freshman Eligibility.

1. A student is eligible for SEE as a Freshman. A Freshman is not required to have a specific grade point average or meet any other academic eligibility requirements for SEE.

3605.2. Upperclassman Eligibility.

1. A student may enter the SEE Program as an Upperclassman or renew his or her SEE award each Award Year as an Upperclassman.
2. An Upperclassman must have a Postsecondary Cumulative Grade Point Average of at least a 2.50, based on a 4.00 scale, upon entry into the SEE Program and to renew his or her SEE award.

3605.3. Length of Eligibility.

1. A student may receive SEE funds for a maximum of 10 semesters. SEE funds are not available for study beyond the attainment of a Baccalaureate Degree and cannot be used toward the cost of a Graduate program of study.

3605.4. Repayment Obligation.

1. A student must commit to work in Georgia in an Engineering-Related Field for one calendar year for each \$3,000 received from the SEE Program or repay by cash, plus interest, the SEE funds received, in accordance with the SEE Promissory Note he or she signed.

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3606. Student Application Requirements.

3606.1. Application Forms.

1. A student must apply for SEE by completing and filing a Scholarship of Engineering Education Program Application and submitting to GSFC a SEE Promissory Note with his or her notarized legal signature.

3606.2. Application Deadline Date.

1. An applicant must complete his or her portion of the Application and deliver it to the school of engineering of the Eligible Postsecondary Institution for certification.
 - a. The Application is then forwarded to the financial aid office for completion and certification.
 - b. The financial aid office forwards the completed Application directly to GSFC for final determination of eligibility.
2. All completed Applications received by GSFC will be awarded on a first-come, first-served basis in the following priority order:
 - a. First priority will be given to Upperclassman SEE recipients who are eligible to renew their SEE awards.
 - b. Second priority will be given to Freshman students.
 - c. Third priority will be given to Upperclassman not already participating in the SEE Program.
 - d. Awards will be made until funds are exhausted.
3. A student must file the Application in the Eligible Postsecondary Institution's financial aid office on or before the last day of the academic term (semester or quarter) or the student's withdrawal date, whichever occurs first, in order to be paid for that academic term.
 - a. The last day of the academic term is the last day of classes or exams for the institution, whichever occurs later. Supplemental documentation required by the Eligible Postsecondary Institution or GSFC to support or verify a student's Application information may be submitted after the deadline without jeopardizing the student's eligibility.

3606.3. Application Renewal.

1. A student must complete a renewal Application each Award Year. A student must continue to meet all of the eligibility requirements in *Sections 3604 and 3605*. An applicant must file a renewal Application before the last day of the academic term or the student's withdrawal date, whichever comes first, in order to be paid for that academic term.

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3607. Award Requirements.

3607.1. Award Amount.

1. The maximum SEE award amount is \$1,750 per semester. A student is not eligible for SEE payment unless he or she is enrolled Full-Time during the drop/add period and through 14 days following the drop/add period.
2. An eligible student may receive SEE payment for a maximum of three semesters (Summer, Fall, and Spring) per Award Year, for a maximum total of \$5,250 per Award Year.

3607.2. Cost of Attendance and Other Aid.

1. SEE funds may be applied to any portion of a student's Cost of Attendance.
2. A student's SEE award amount, in combination with HOPE Scholarship funds and/or other scholarship and grant aid, must not exceed the student's Cost of Attendance. Such student's SEE award amount must be reduced so that the combination of aid is equal to or less than the student's Cost of Attendance.

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3608. Authorizing and Disbursing Funds.

3608.1. Authorization of Funds.

1. As early as 15 days prior to the first day of classes each semester, GSFC authorizes the disbursement of SEE funds to the Eligible Postsecondary Institution, on behalf of eligible students.

3608.2. Disbursement.

1. SEE funds are disbursed by GSFC to the Eligible Postsecondary Institution by method of electronic transfer.

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3609. Student Refund Requirements.

3609.1. Calculation of Refund Amounts.

1. If the student officially withdraws, drops out, drops hours, is expelled, or otherwise fails to complete a period of Enrollment, and is entitled to a refund, a portion of such refund may need to be returned to the SEE fund.
 - a. A student is ineligible for SEE funds for coursework from which he or she totally withdrew if, as a result, such coursework does not appear on the student's academic transcript as a "W", or any other code or identification for such a withdrawal.
2. If applicable, the Eligible Postsecondary Institution must first apply the Federal Title IV Return of Funds policy for any federal aid the student may have received.
 - a. To determine the refund, the institution must then apply the institution's refund policy, which may or may not be identical to the Federal Title IV Return of Funds policy, to the student's SEE award amount.
3. The Eligible Postsecondary Institution must determine the amount of the refund due back to the SEE Program. The amount of the SEE award not determined to be owed back to the SEE Program is retained by the Eligible Postsecondary Institution to cover the institution's cost for the portion of the school term that the student was enrolled.
 - a. The Eligible Postsecondary Institution must adjust the student's invoice in SURFER to the new award amount remaining after the refund is calculated within 45 days of the determination.
 - b. If the Eligible Postsecondary Institution has sufficient funds on hand to return to GSFC the refund owed to the SEE Program, it should return the funds within 45 days of the refund determination. The Eligible Postsecondary Institution would then collect the refund amount from the student.
 - c. The student should not be reported with a "Refund Due" status to GSFC since the funds have been repaid to GSFC.
4. If the Eligible Postsecondary Institution does not have sufficient funds on hand to return to GSFC the refund owed to the SEE Program, the student is considered to have a "Refund Due" to GSFC and the Eligible Postsecondary Institution must report the student to GSFC with a "Refund Due" status.

3609.2. Collection of Refunds.

1. A student who owes a refund to GSFC should pay the Eligible Postsecondary Institution and the Eligible Postsecondary Institution should pay GSFC or, at its sole discretion, GSFC may require the student to pay the refund directly to GSFC.

2. Nothing herein shall be deemed to prohibit GSFC or the Eligible Postsecondary Institution from using all available legal and equitable remedies to collect the refund due, including, but not limited, garnishment of pay, loss of professional license, offset of lottery winnings, and offset of state tax refund.

3609.3. Emergency Military Duty.

1. A student who is a member of the United States Armed Services, National Guard, or Armed Forces Reserve receiving funds from the SEE Program who is called to emergency military duty during a school term that is already in progress should not have their eligibility negatively impacted.
2. If the Eligible Postsecondary Institution the student attends allows the student to totally withdraw and receive a grade such as “WM” for “military withdrawal” or the institution totally removes all grades for that term and corresponding credit hours from the student’s records, the Eligible Postsecondary Institution should return the full amount of the award to the SEE fund.
3. This regulation may also be applied to students who are not members of the military but are otherwise unusually and detrimentally affected by the emergency activation of members of the military, as determined by the president of the Eligible Postsecondary Institution that such student is attending.

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3610. Reconciliation Requirements.

3610.1. Term-Reconciliation.

1. Eligible Postsecondary Institutions must conduct a Term-Reconciliation by the end of each term.
 - a. A Term-Reconciliation consists of an official acknowledgement by an authorized school official that the number of students submitted for payment, amount invoiced by the Eligible Postsecondary Institution, and the number of students awarded and amount issued by GSFC, according to the SURFER system, is accurate on that date.
 - b. GSFC will not issue state scholarship or grant funds for the following term until the Term-Reconciliation is complete.
 - c. Funds are not returned to GSFC as part of the Term-Reconciliation process.

3610.2. Fiscal Year End Reconciliation.

1. In addition to the Term-Reconciliations, the Eligible Postsecondary Institution must conduct a Fiscal Year End Reconciliation.
 - a. The Eligible Postsecondary Institution must conduct a complete student-by-student Fiscal Year End Reconciliation with GSFC, that includes:
 - i. Submission of a Reconciliation Certification by July 15, immediately following the completion of the Fiscal Year for each state program; and
 - ii. Return any funds not utilized according to the Fiscal Year End Reconciliation by August 15 after the beginning of the new Fiscal Year.
 - b. GSFC will not issue state scholarship or grant funds for the Fall term following the Fiscal Year until the Fiscal Year Reconciliation process is complete.
 - c. The Eligible Postsecondary Institution must have a procedure in place to ensure that the state scholarship and grant funds do not go to an unintended third party (i.e., state, postsecondary institution).

3611. Records Retention Requirements.

3611.1. Length of Retention.

1. An Eligible Postsecondary Institution shall maintain accurate records, books, documents, and other evidence concerning the SEE Program, including, but not limited to individual student files for the later of three years after the Award Year in which the aid was awarded; or for such other period as required by an applicable statute, rule, or regulation; or such other time as requested in writing by GSFC.

3611.2. Documentation.

1. Documentation contained within an individual student's file or record, which supports the original determination of a student's eligibility, must be retained by the Eligible Postsecondary Institution and available for review by GSFC on the Eligible Postsecondary Institution's campus, located within the State of Georgia, for at least three calendar years after the most recent Award Year for which the student received funds.
2. Eligible Postsecondary Institutions are permitted to maintain these documents in an imaged media format. The imaged media format must be capable of reproducing an accurate, legible, and complete copy of the original document.
 - a. Such documentation may include, but is not limited to, copies of permanent resident alien cards, Georgia income tax returns, student financial aid applications or academic transcripts from previous institutions.
 - i. Documentation regarding a student's eligibility is not limited to files, records, and other information received and maintained by the Eligible Postsecondary Institution.
 - ii. Documentation supporting a student's eligibility that is received and maintained by the institution's admissions office, registrar's office, business office, and other administrative operations of the Eligible Postsecondary Institution must be available to GSFC for the purpose of Compliance Reviews.
3. It is the Eligible Postsecondary Institution's responsibility to resolve any inconsistencies or conflicting information within a student's records, prior to awarding or disbursing SEE funds to the student.

3611.3. Extended Retention.

1. An Eligible Postsecondary Institution may be required to retain student records involved in a Compliance Review, audit, or investigation for more than the three-year retention period described above. If the three-year retention period expires before the issue in question is resolved, the Eligible Postsecondary Institution must continue to retain all associated records until resolution is reached.

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3612. Administrative Reviews and Exceptions.

3612.1. Administrative Reviews.

1. The SEE regulations are applied to each student considered for such funds by appropriate officials of Eligible Postsecondary Institutions and by the administrative staff of GSFC.
2. If a student believes a rule or regulation was incorrectly applied in his or her case, the student has the right to file a request for an Administrative Review with GSFC.
3. In order for a request for an Administrative Review to be considered, the student must submit a written request for an Administrative Review to GSFC office within **45 days of receiving notice of denial**. If additional information is requested from the student, it must be provided within the time frame specified by GSFC.
 - a. GSFC will review the case and determine whether the rule or regulation was applied correctly and notify the student and the Eligible Postsecondary Institution of the determination.
 - b. GSFC decides a case based only on documentation provided by the student, rather than a personal presentation.

3612.2. Exceptions.

1. No requests for Exceptions to the SEE regulations will be considered, reviewed, or granted under any circumstances.

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3613. Compliance Reviews.

3613.1. Compliance Review Policy.

1. GSFC shall conduct Compliance Reviews of Eligible Postsecondary Institutions in order to assess institutional administration of the program and compliance with the program's regulations. Compliance Reviews shall be conducted in accordance with GSFC's *Compliance Review Process and Procedures* document, which is available on *gsfc.org*, under *School and Lender Information-Compliance Documents*.

3613.2. Compliance Review Process.

1. GSFC selects a sampling of the Eligible Postsecondary Institution's recipients for the Award Year under review, and the Eligible Postsecondary Institution's files and records for the sample are examined to assure compliance. Records which document and support a student's eligibility must be available for review at the Georgia campus of the Eligible Postsecondary Institution.

3613.3. Institutional Repayment.

1. If a recipient is determined to be ineligible for payment, the Eligible Postsecondary Institution may be required to repay to GSFC the funds awarded to the recipient.
2. If later evidence, not available at the time of awarding, indicates that a student should not have received SEE funds, then all future SEE awards must be cancelled.
3. The Eligible Postsecondary Institution is held harmless by GSFC, if the student's file is appropriately documented with available evidence and it is determined by GSFC that the Eligible Postsecondary Institution was not at fault.
4. Evidence is considered unavailable at the time of awarding if it is not available in the student's institutional files (i.e., financial aid, admissions, registrar, etc.).
5. The Eligible Postsecondary Institution must notify the student and GSFC of a refund due.
6. The student will be ineligible to receive additional state aid from GSFC until the refund is paid in full, in accordance with *Section 3609.2*.
7. If GSFC determines the student's file is not adequately documented, the Eligible Postsecondary Institution may be responsible for the Repayment.

3614. Service and Cash Repayment Obligations.


3614.1. Loss of Eligibility.

1. In the event that a Freshman recipient of SEE changes his or her major to a program of study other than engineering or withdraws from the Eligible Postsecondary Institution, prior to completion of his or her second semester, the Eligible Postsecondary Institution shall repay to GSFC the total amount of SEE funds awarded to such student. Full Repayment must occur prior to the end of the Award Year in which the SEE funds were disbursed.
2. In the event that an Upperclassman recipient of SEE fails to meet the requirements for continued eligibility for SEE, such student must repay to GSFC the total amount of SEE funds received, plus interest, in accordance with the SEE Promissory Note the student signed.

3614.2. Service Repayment.

1. In order to repay by service, a former SEE recipient must be employed on a full-time basis in an Engineering-Related Field in Georgia.
 - a. The former SEE recipient must be physically located and working at a Georgia work site and employed in an Engineering-Related field for one calendar year for each \$3,000 awarded by the SEE Program.
2. A former SEE recipient must fulfill the service obligation within six years immediately following the completion of the Engineering Baccalaureate Degree program for which SEE funds were awarded.
 - a. The employment obligation may be extended only if a Deferment is approved by GSFC.
3. The former SEE recipient must provide GSFC, in the form and at the times specified by GSFC, evidence of compliance with the service Repayment requirements.
 - a. Service Repayment is effective upon approval by GSFC.

3614.3. Cash Repayment.

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1. GSFC shall convert a former SEE recipient from a service Repayment status to a cash Repayment status if GSFC, in its sole discretion, determines that the former SEE recipient is not meeting his or her service obligation in accordance with the promissory note.
 - a. A recipient converting from cash Repayment to service Repayment will not receive a refund on cash payments made prior to approval of service Repayment. Service Cancellation is effective upon receipt of complete documentation.
 2. Upon designation by GSFC that a former SEE recipient is in a cash Repayment status, he or she shall have the option of fulfilling the obligation by either of the following two alternatives:
 - a. Repay in full the amount of the SEE funds received, reduced by the dollar amount that coincides with the years of service that the former SEE recipient has been performed, as specified in the promissory note; or
 - b. Make monthly payments to GSFC of the outstanding principal, plus interest, in accordance with the promissory note. In no event shall the interest rate due exceed 10% per annum.

3614.4. Deferment of Repayment.

1. A former SEE recipient may apply for a Deferment of Repayment under certain conditions listed below:
 - a. The former SEE recipient is enrolled for at least 12 hours of Undergraduate coursework or 6 hours of Graduate coursework per term at a postsecondary institution; or
 - b. The former SEE recipient is serving as Military Personnel, not in excess of four years; or
 - c. The former SEE recipient is serving as a volunteer in the United States Peace Corps; or
 - d. The former SEE recipient is temporarily disabled as established by sworn affidavit of a qualified physician satisfactory to GSFC; or
 - e. The former SEE recipient is unable to secure employment for a period not to exceed 12 months by reason of the full-time care required by a disabled child of which the student is the Legal Guardian, student's spouse, or student's parent; or
 - f. The former SEE recipient is in the Grace Period, which is defined as a period in which the student is unable to find a qualifying position within 12 months immediately following the student's completion of an engineering program of study.

- g. The former SEE recipient meets the requirements for a Deferment under any Deferment options available under the Federal Family Education Loan Program or the William D. Ford Federal Direct Loan Program as authorized by Title IV of the Higher Education Act of 1965 as amended.
2. During the period of a Deferment, approved by GSFC, the former SEE recipient shall not be required to meet the cash Repayment or service Repayment requirements and interest will not accrue on the outstanding principal.

3614.5. Forbearance of Repayment.

1. A former SEE recipient may apply for a Forbearance of Repayment under certain conditions listed below:
 - a. The former SEE recipient meets the requirements for Forbearance under any Forbearance options available under the Federal Family Education Loan Program or the William D. Ford Federal Direct Loan Program as authorized by the Title IV of the Higher Education Act of 1965 as amended.
2. During the period of a Forbearance, approved by GSFC, the former SEE recipient shall not be required to meet the Repayment requirements; however, interest will accrue on the outstanding principal balance and the former SEE recipient will be liable for such interest.

3614.6. Cancellation of Repayment Obligation.

1. If, on the basis of a sworn affidavit from a qualified physician satisfactory to GSFC, the former SEE recipient is unable to fulfill the service obligation, for bona fide reasons of health or permanent and total disability, GSFC shall cancel and forgive the recipients Repayment obligation; or
2. If it can be determined on the basis of a death certificate or other evidence acceptable to GSFC, that a former SEE recipient is deceased, GSFC shall cancel and forgive the recipient's Repayment obligation.

3614.7. Promissory Note Supersedes Regulations.

1. The complete Repayment requirements of the SEE Program are provided in the promissory note signed by each individual SEE recipient. If any discrepancy exists between the content of these program regulations and the Promissory Note signed by the SEE recipient, the Promissory Note shall control and prevail.