

DEPARTMENT OF SOCIAL SERVICES
744 P Street, Sacramento, CA 95814

January 20, 1994

ALL-COUNTY INFORMATION NOTICE NO. I-01-94

TO: ALL COUNTY WELFARE DIRECTORS
ALL FOOD STAMP COORDINATORS

SUBJECT: CLARIFICATION OF TITLE IV EDUCATIONAL INCOME EXCLUSIONS

REFERENCE: ALL-COUNTY LETTER NO. 93-57

The Food and Nutrition Service (FNS) Administrative Notices 93-49 and 93-50, dated June 11, 1993, transmitted regulation changes to the Higher Education Act. These amendments, contained in Public Law 102-325, exclude from consideration as income all educational assistance payments received in whole or in part under Bureau of Indian Affairs (BIA) and Title IV of the Higher Education Act. These exclusions pertain to educational assistance provided for school periods beginning on or after July 1, 1993. Counties were notified of these new federal exclusions from student income in All-County Letter 93-57, dated August 11, 1993. This All-County Information Notice provides additional federal clarification of those exclusions.

The exclusion of educational assistance as indicated above applies to any source of educational assistance containing Title IV funds regardless of the percentage of Title IV funds in relation to non-Title IV funds. For example, if a loan or grant is funded partially by Title IV and partially by state funds the entire amount of the grant or loan would be excluded from income consideration.

Title IV college work study funds continue to be excluded from income. Non-Title IV college work study funds after allowable exclusions are applied, will continue to be treated as earned income.

All allowable expenses as indicated in M.S. 63-502.2(e) can be used to offset non-Title IV educational assistance. Title IV educational assistance payments are excluded prior to the application of allowable expenses.

All Title IV educational assistance excluded from consideration as income is excluded also from consideration as a resource in accordance with M.S. 63-501.3(k)(12).

A current list of student financial assistance programs which are funded in whole or in part by Title IV is attached.

If you have any questions, please contact Maria Tarango of the Food Stamp Program Bureau at (916) 654-1883.


MICHAEL C. GENEST
Deputy Director
Welfare Programs Division

Attachment

c: CWDA

REASON FOR THIS TRANSMITTAL

- State Law Change
 Federal Law Change
 Court Order or Settlement Agreement
 Clarification Requested by One or More Counties
 Initiated by CDSS



FEDERAL TITLE IV ASSISTANCE PROGRAMS

Part A Grants to Students in Attendance at Institutions of Higher Education

- Subpart 1 Federal Pell Grant (formerly Basic Educational Opportunity Grant or BEOG)
- Subpart 2 Federal Early Outreach and Student Services Programs
 - Chapter 1 Federal Trio Programs
 - Talent Search
 - Upward Bound
 - Student Support Services (Special Services), including Special Programs for Students with Disadvantaged Backgrounds, and High School Equivalency Program (HEP)
 - Chapter 2 National Early Intervention Scholarship and Partnership Program
 - Chapter 3 Presidential Access Scholarships
 - Chapter 4 Model Program Community Partnership and Counseling Grants
 - Chapter 6 National Student Savings Demonstration Project
 - Chapter 8 Technical Assistance for Teachers and Counselors
- Subpart 3 Federal Supplemental Educational Opportunity Grants (SEOG)
- Subpart 4 Grants to States for State Student Incentives (SSIG), including California State Scholarship (CALGRANT A), California Opportunity Grant (CALGRANT B), and Occupational Educational and Training Grant (CALGRANT C)
- Subpart 5 Special Programs for Students Whose Families are Engaged in Migrant and Seasonal Farmwork including College Assistant Migrant Program (CAMP)
- Subpart 6 Robert C. Byrd Scholarship Program
- Subpart 7 Assistance to Institutions of Higher Education including Ronald E. McNair Postbaccalaureate Achievement Program
- Subpart 8 Special Child Care Services for Disadvantaged Students

Part B Federal Family Education Loan Program including Stafford Loans (formerly Guaranteed Student Loans), California Guaranteed Student Loans (CGSL), California Loans to Assist Students (CLASS), federal Parent Loans for Students program (PLUS), federal Supplemental Loans for Students program (SLS), and federally insured student loan program

Part C Federal Work Study Programs

Part D Federal Direct Loan Demonstration Project

Part E Federal Perkins Loans

NOTE: The Veteran's Educational Outreach Program was repealed by 1992 Amendments