

¹FSEOG NONFEDERAL MATCH

There are three methods by which an institution may meet the 25 percent nonfederal share requirement for FSEOG:

Individual recipient basis —The school ensures that the nonfederal match is made to each individual FSEOG recipient together with the federal share in such a way that each student's total FSEOG award consists of 75 percent federal dollars and 25 percent nonfederal dollars. A school using this method calculates and documents on a student-by-student basis what portion of the student's FSEOG award comes from federal funds and what portion comes from nonfederal funds.

Aggregate basis —The school ensures that the sum of all funds awarded to all FSEOG recipients in a given award year consists of 75 percent federal dollars and 25 percent nonfederal dollars. A school using this method calculates and documents on an aggregate basis what portion of total federal and nonfederal dollars awarded to all FSEOG recipients comes from federal funds and what portion comes from nonfederal funds.

For example, if a school awards a total of \$60,000 to all FSEOG recipients in 1999-2000, it must ensure that \$45,000 comes from federal funds and \$15,000 comes from nonfederal funds. The school may meet this requirement by awarding nonfederal funds to FSEOG recipients on a student-specific basis. For example, if the school makes a total of \$60,000 in FSEOG awards to a total of 100 students, the entire nonfederal share may be met by awarding a total of \$15,000 in nonfederal monies to only five FSEOG recipients. However, each FSEOG recipient must receive some FSEOG federal funds.

²*Fund-specific basis* —The school establishes an FSEOG fund for federal program funds and the required 25 percent nonfederal share. Awards to FSEOG recipients are then made from this *mixed* fund. A school using this method first creates a pool of funds containing 75 percent federal dollars and 25 percent nonfederal dollars, then makes FSEOG awards to students from this pooled fund.

¹ Excerpt from The Blue Book, June 1999, page 3-13

² Once these sums are deposited into the fund, they lose their separate identity and are considered federal funds for the purpose of calculating the Return of Title IV funds. (This text is not in the Blue Book, but is included here as clarification regarding the Return of Title IV funds.)

TREATMENT OF TITLE IV FUNDS: FSEOG NONFEDERAL MATCH

Fund Type	Award Letter Notice	Treatment of Title IV Funds
<p><i>Individual Matching Fund</i> The school provides a 25% share to match the 75% FSEOG funds on an individual recipient basis.</p>	<p>FSEOG Amount: \$ 750 Institutional FSEOG Matching Fund Award: \$ 250 Total FSEOG Award: \$1,000</p>	<p>Listed on Worksheet \$ 750</p>
<p><i>Aggregate Matching Fund</i> Example 1: The school awards institutional scholarships/grants or qualified state assistance to provide the aggregate sum of the qualifying match to meet the 25%.</p>	<p>FSEOG Amount: \$ 750 Institutional Scholarship: \$ 250 Total FSEOG Award: \$1,000</p>	<p>Listed on Worksheet \$ 750</p>
<p><i>Aggregate Matching Fund</i> Example 2: The school awards institutional scholarships/grants or qualified state assistance to provide the aggregate sum of the qualifying match to meet the 25%.</p> <p>(See 1999-2000 Federal Student Aid Handbook: Campus-Based Programs, pages 4-11 to 4-13.)</p>	<p>FSEOG Amount: \$ 750 Institutional Scholarship: \$ 0 Total FSEOG Award: *\$ 750 *Another student (with FSEOG) had an amount of institutional scholarship large enough to cover this student's 25% institutional matching amount. The matching is based on the sum in the aggregate, not on the individual.</p>	<p>Listed on Worksheet \$ 750</p>
<p><i>Fund Specific Matching</i> 25% school funds commingled with 75% Federal dollars from FSEOG = 100% FSEOG money.</p>	<p>FSEOG Amount: \$1,000 Total FSEOG Award: \$1,000</p>	<p>Listed on Worksheet \$1,000</p>