

Alternative Proposal for Language Related to Recalculation and Recovery of Overpayments Submitted by Matthew Feehan

Having just spoken with Jake (ED) and the majority of negotiators (who support Military-Affiliated Students' original Proposal: Issue One: §§ 690.5 (ineligibility) & 690.80(d) (recalculation)),

We would like to offer an Alternative proposal (in short) that relieves the Department of adding new multiple subparts:

ED Draft Language (09DEC25) (edits in Red):

"(d) Receipt of assistance from non-Federal grants.

If, prior to the final disbursement of a student's Pell Grant for an award year, the institution becomes aware that the at any time during the award year the student has received or will receive grant or scholarship assistance from non-Federal sources that equals or exceeds the student's cost of attendance as described in 34 CFR 690.5, the institution must either—

(1) Reduce the non-Federal grant or scholarship assistance until it does not equal or exceed the student's cost of attendance[, pursuant to § 690.79 Liability for and recovery of Federal Pell Grant overpayments]; or

(2) Return all of the Federal Pell Grant funds that the student received for that award year and cancel any future disbursements of such funds for that award year[, pursuant to § 690.79]."