

Vernon College
Assessment Activity/Report Communication Form
2017-2018

Department of Education (Draft) Cohort

Title: Default Rate

Date of completion: February 26, 2018

Highlights of data: Our FY 2015 Draft 3 Year Cohort Default Rate was 17.2%, which is up from our FY 2014 official rate of 14.6%. This data reflects the percentage of students that entered repayment in FY 2015 (October 1, 2014 through September 30, 2015) and who defaulted by the end of the next FY (September 30, 2017). The rate is calculated by dividing the number of borrowers who entered repayment in 2015 by the number of borrowers who entered repayment in 2015 and defaulted in 2015 2016 or 2017.

Use of data: TGSLC, who subcontracted with Loan Science, provided our default prevention services for most of the fiscal year. TGSLC notified us in early 2017 that effective June 30, 2017 they would no longer be provide these services. An RFP was sent out in March 2017 and Panhandle-Plains Management and Servicing Corporation took over our default prevention services July 1, 2017. The cost of these services is based on the number of students who are delinquent. The average monthly fee for the last 4 months Loan Science provided services for us was \$3,877. The average monthly fee for the last 4 months with Panhandle-Plains was \$2,956. The official FY 2015 default rate will be provided in September 2018.

How associated to Student Success? If a school's three most recent official cohort default rates are 25.0% or greater for the two year calculation, or 30.0% or greater for both the three year calculation, the school will lose Direct Loan and Pell Grant program eligibility for the remainder of the fiscal year in which the school is notified of its sanction and for the following two fiscal years. A school's official cohort default rate is greater than 40.0%, for both the two year and three year calculation, the school will lose its eligibility to participate in the Federal Direct Loan Program (DL) for the remainder of the fiscal year in which the school is notified and for the following two fiscal years.

Where the report can be found: Financial Aid Office

Submitted by: Melissa Elliott **Date:** March 7, 2018
(Responsible Party)

* To be shared with the Student Success Data and College Effectiveness Committees as well as Vernon College constituents.

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**Received by Office of Institutional
Effectiveness:**

March 8, 2018

(Date)

Posted to VC Website*:

March 9, 2018

(Date)

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