

There are situations when the school is required to perform a return to Title IV funds calculation for students who received federal aid then withdraw from school. Warner Pacific University uses the federal return of funds calculation for all students who withdraw from school to determine the amount of federal and state aid that is earned and unearned for the awarding period.

A return to Title IV (R2T4) funds calculation is required in the following scenarios:

- A student withdraws or is withdrawn by the school prior to the completion of a period of enrollment and does not return to class within 14 days of their last date of attendance (LDA)
- A student has a break in attendance of 28 days or more and is not on an approved Leave of Absence (LOA) for the break

The Office of Financial Aid is notified of student withdrawals and breaks in attendance via system reports that document student attendance patterns and registration changes. Other sources of notification include academic advisors and the registrar.

Example of a R2T4 Calculation:

Enrollment Period: Fall Semester (173 days)

Student received net federal award amounts of \$3,463 direct unsubsidized loan, \$2,721 direct subsidized loan, \$2,960 Pell grant, and \$50 Federal Supplemental Educational Opportunity Grant (FSEOG).

Title IV Funds Received	Amount
Title IV Loans	\$6,184.00
Title IV Grants	\$3,010.00
Total Title IV Aid	\$9,194.00

Student withdrew on the 29th day of the enrollment period
Percent Earned: $52/173 = 16.80\%$
Percent Unearned: $100\% - 16.80\% = 83.20\%$
Amount of Title IV Aid Unearned: $\$9,194 \times .832 = \$7,649.40$

Unearned Title IV funds are returned in the following order:

- Unsubsidized Federal Stafford Loans
- Subsidized Federal Stafford Loans
- Federal Perkins Loans
- Federal Parent PLUS Loan
- Federal Pell Grants
- Federal Supplemental Educational Opportunity Grant (FSEOG)
- Federal TEACH grants
- Iraq and Afghanistan Grant
- Other Grants

For this student example, the school would return all of the disbursed unsubsidized and subsidized loan funds, and \$1,074.37 of the Pell grant for a total return of \$7,258.37.