Potential Debts with Military Education Benefits

Tuition and Fees:

As a reminder to all of our students utilizing military education benefits, changes in your enrollment with the school, especially those changes occurring after the school’s schedule adjustment period, may cause an overpayment requiring the student to repay the U.S. Department of Veterans Affairs (VA) or the U.S. Department of Defense (DoD) some or all of the benefits paid.

If the student decreases his/her training time (e.g., drop a course(s), leave school, etc.) and the VA has already processed a payment for tuition and fees, an overpayment may occur. In addition, non-attendance of an individual course in accordance with the school’s course attendance policy may result in the VA being notified that the student has ceased pursuit of that course; the school has a course attendance policy for all students. The course attendance policy may be found in the school’s catalog or you may contact the school registrar directly for more information. Not attending or pursuing courses as scheduled could result in the creation of a debt against the student and/or non-payment or the reduction of monthly housing allowance (MHA) and/or tuition and fees.

When the School Certifying Official (SCO) notifies the VA of a change, a debt may be created against the student’s account. The school will issue any refunds in accordance with its internal policy, which may not fully cover the debt with the VA. If the amount refunded by the school does not satisfy the debt, the student is responsible for the remainder.

• If the school refunds money directly to the VA, the VA will clear the school’s debt and credit the student’s account any amount the school refunds, but the student may still have a separate debt to clear with the VA.

• If the school refunds money directly to the student, s/he must clear the debt with the VA.

A decrease in credit hours by the student could also result in changes to his/her housing allowance and books and supplies stipend. If the VA has already issued the student a payment for the term, a debt may be created on his/her account.

The student is responsible for keeping track of his/her tuition and fee account balance and payments. The student should visit the school’s Student Financial Services department or his or her school student portal regularly to review his/her account and ensure the charges are correct and that payments and refunds are processed correctly. The student should contact the school’s SCO to ensure the certification information s/he sends to the VA matches the student’s schedule.

For students utilizing active-duty tuition assistance (TA), generally students who do not successfully complete a class will be required to repay the TA. While TA amounts or rules vary by branch and are administered by the Department of Defense, in general these agencies will not honor tuition assistance if the course(s) are not approved by the agency prior to the start of the term. Program requirements by branch may be found on the DoD website, http://www.dodmou.com/.
VA Remedial Coursework:

The total number of actual credits that a student is attempting at the school in a particular term will be reported by the school to the VA; the actual number of credits that is reflected on a student’s schedule will be certified by the school to the VA. Reported credits must be certified separately by the school into residence, distance, and remedial/deficiency courses, if applicable. Online remedial courses cannot be certified for payment; only residence, or on-ground, remedial courses can be certified for payment with the VA.

VA Housing Allowance:

Per the new GI Bill, effective August 1, 2011, the amount payable for the Monthly Housing Allowance (MHA) is:

- U.S. In-Residence: The applicable BAH rate will be multiplied by the rate of pursuit rounded to the nearest multiple of 10.
  
  Example: An individual at a rate of pursuit of .54 will receive 50% of the applicable BAH rate while an individual at a rate of pursuit of .85 will receive 90%

- Basic eligibility requirements for MHA benefits (e.g. veterans with a rate of pursuit >.50) remain unchanged.

- The amount payable for the MHA for any academic year (beginning on August 1) will be based upon the BAH rates effective on January 1 of that year.

- The MHA is based on the BAH for an E-5 with dependents at the location of the school.

If qualified, veteran student housing benefits are only available to students when they are actively attending school and the student has been deemed to be eligible for it by the VA. Housing benefits are not paid for breaks or periods when not attending a course. Housing benefits may be prorated, or eliminated, based on enrollment status and periods of non-attendance.

VA students attending on-ground courses must meet the VA requirements to be eligible for the full housing allowance. The VA determines if you are eligible, not the school. In order for the student to be eligible to receive the maximum housing allowance, you must be actively pursuing each course, attend at least one on-ground course at the school, or alternate institution as a guest student, for the entire length of the term and be enrolled at least full time for the entire length of the term; the monthly housing allowance is not payable to individuals on active duty, their spouses, or those attending or enrolled at half time or less. The housing stipend is subject to prorating based on the number of credits being taken and the number of months served on active duty.

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Students enrolled at more than half-time but less than full-time will have their housing allowance prorated based on the number of classes they are taking (also called rate of pursuit). This amount will be rounded to the nearest tenth. For example, a student enrolled with a rate of pursuit of 75% would receive 80% of the Basic Allowance for Housing (BAH) rate.

Students participating in only distance learning (online) education with no classroom instruction are eligible for a maximum MHA payment equal to 50% of the national average BAH for an E-5 with dependents.

Source is [www.gibill.va.gov](http://www.gibill.va.gov).

**VA Housing Allowance for Self-Paced, Mastery-Based Programs:**

Self-paced, mastery-based programs allow students to work at their own pace to complete the course. This model allows students to fit the material as soon as they are able, including finishing prior to the end of the term. Students will receive MHA only for the period of time they are pursing the course. Upon completion of coursework, the school must report the last day of attendance (date of completion) to the VA.

**Other Reminders:**

Students are responsible for monitoring their VA military educational benefit eligibility as well as assuring their completion of an on-time graduation. There are a fixed number of months that the student may receive these benefits. Not taking a sufficient number of courses (which may mean you must take more than a minimum full-time load) or withdrawing from courses or failing a course due to ceasing attending the course may negatively impact the student’s financial and academic situation. If ceasing attendance from a course or courses will take the student down to half-time status, the student will have to pay back some of the monthly housing allowance received, either back to the day the student stopped attending the course(s), or all the way back to the beginning of the term, depending on the student’s circumstances. If the student will still be a full-time student after withdrawal of the course(s), the withdrawal of course(s) may not affect the student’s MHA but may impact Satisfactory Academic Progress.

Students should contact their school’s School Certifying Official (SCO) to ensure the certification information the school is providing to the VA matches with their schedule.