

DORSEY SCHOOLS

CONSUMER INFORMATION SUPPLEMENT

Cash Payments

Dorsey Schools does permit students with a tuition balance payable in cash to do so in equal module installments. All cash payments are due the first day of class each module in accordance with the arrangements made with the school.

Tuition Reimbursement

Dorsey Schools will assist any student eligible for employer or employee-related benefits to secure the benefits by completing required forms and submitting performance reports or other documentation. However, the student should understand that he/she is responsible for any and all tuition charges incurred in the event that reimbursement requests are not honored as expected.

Academic Records

Requests for academic transcripts for attendance at Dorsey made subsequent to graduation, completion, or withdrawal must be signed by the student or accompanied by the student's signed release. There is a nominal charge of \$5.00 for each transcript requested. It is not the policy of this school to honor requests of this nature for any student with an unresolved financial obligation to the school or who has been determined to be in default of any student loans.

Alcohol & Substance Abuse Program

Dorsey Schools offers all of its employees and students information to help with any problems related to the misuse of alcohol and all forms of substance abuse for themselves or their family. Please contact the Managing Director for the names of appropriate agencies, phone numbers, and additional information.

Other Family Problems

The Managing Director also has additional information on mental health clinics, family counseling, and legal aid concerns.

Family Educational Rights & Privacy Act (FERPA)

Dorsey Schools comply with all aspects of the Family Educational Rights and Privacy Act. A copy of the school's stated policy can be obtained from any Managing Director.

Licensing & Accreditation

Dorsey Schools are licensed by the Michigan Department of Energy, Labor and Economic Growth and accredited by the Accrediting Council of Independent Colleges and Schools. All current and/or prospective students may review licensing and accrediting documents by contacting the school's Managing Director.

Financial Aid Offices And Staff

Dorsey Schools maintain a Financial Aid Office in each of its locations and an administrative office at its corporate location. The Financial Aid Advisors are available during regular school hours. The financial aid staff is committed to assisting students and their families by advising them of the types of aid available, determining eligibility for the financial aid program, and guiding students and parents through the completion of applications and other necessary forms.

The application, processing, awarding, and refunding of financial aid can be confusing, especially to the first-time applicant. The information contained herein answers many common financial aid questions. Further information can be obtained from the Financial Aid Advisors.

Student Right-To-Know

Dorsey Schools is pleased to announce a sixty-one percent graduation/completion rate for those full-time students who started in the Fall A module of 2007.

Student Eligibility Requirements

The following requirements apply to all federal financial aid programs available through Dorsey Schools - Federal Pell Grant, Federal Stafford Loans, and Federal PLUS Loans. To be eligible for any of these programs, the student must -

- * Be enrolled in or attending a regular program of study at Dorsey.
- * Be a U.S. Citizen or an eligible noncitizen and be registered with Selective Service, or exempt from same, and have a valid social security number.
- * The student cannot be in default on any student loan or owe a refund on any student aid previously received.
- * The student must make and maintain satisfactory academic progress as defined by the school to receive aid.
- * The student must demonstrate need based on an analysis of the student's (and spouse and/or family, if applicable) income, benefits, and assets.

Expected Family Contribution

Federal regulations also provide the criteria for determining a student's eligibility and ability to contribute towards his/her cost of attendance. Dorsey utilizes the federally required and approved method of needs analysis. Needs analysis is the formula that assesses income, benefits, and assets to produce an expected family contribution (EFC) number. This number represents the federal expectation of the student's/family's ability to contribute toward the cost of education.

Demonstrating Need

Whenever the expected family contribution is less than the student's budget (cost of attendance), the student has demonstrated need. If the student is eligible for Federal Pell Grant, the amount that is expected to be awarded in the grant will be deducted from the established amount of need. The amount of remaining need will determine the type and amount of additional aid for which the student will be eligible.

Student Budgets

When a student enrolls, he/she enters an agreement with the school for specific costs based on the program in which the student enrolls and is responsible. However, for financial aid purposes, federal regulations provide for a student budget to include room and board, books and supplies, transportation and other school related expenses. Dorsey Schools base their budgets on national averages. These budgets do not in any way represent costs or charges for which a student is responsible.

A typical budget for a single student who is living with parents and who has no dependents for one academic year (9 months) would be \$3,537 for room and board, \$1,341 for transportation, and \$1,980 for all other expenses.

A typical budget for all other students for an academic year would be \$9,153 for room and board, \$1,341 for transportation, and \$3,708 for all other expenses.

Actual program costs are also incorporated in the budget. This is then considered the cost of attendance.

Federal Pell Grant

Federal Pell Grant is a form of federal gift aid. Funds received through the Federal Pell Grant program do not have to be repaid. The free federal application (FAFSA) form is available in every financial aid office. About four weeks after filing an application, the student receives a Student Aid Report (SAR) in the mail.

Some Student Aid Reports are flagged for verification by the Department of Education. This means that the data on the report must be verified by supportive documentation. Further information regarding verification follows. This information is treated separately as it applies to other forms of aid as well as Federal Pell Grant.

One-third (1/3) of the total award scheduled for the award year is disbursed each academic quarter for a maximum of three (3) academic quarters in one award year. The award year is July 1 of a year through June 30 of the next year. Therefore, any student in a program continuing beyond July 1 must reapply for Federal Pell Grant for the next award year. Federal Pell Grant awards are credited directly to the student's account, and a receipt is issued to the student.

STUDENTS SHOULD BE AWARE THAT THEY MUST HAVE A VALID STUDENT AID REPORT ON FILE AT THE SCHOOL WHILE IN ATTENDANCE. FAILURE TO DO SO WILL RESULT IN FORFEITURE OF THE AWARD.

The Federal Direct Loan Program

There are three federally subsidized loan programs available to Dorsey students through this loan program. Detailed information on each loan program is available in separate brochures and in the Student Guide published by the U.S. Department of Education. Further questions can be answered by the Financial Aid Advisor.

Funds Received Through Any Loan Program Must Be Repaid

Applications for loans are available online through the Direct Loan website which can be applied for at the financial aid office during a student's appointment. The student's remaining need (previously described) determines the amount and type of loan(s) for which a student may apply.

Loan counseling is mandatory for all loan applicants. In addition to the information given to the student at the time of application, counseling sessions are completed online by all loan applicants prior to release of the first loan disbursement and again just prior to completion of the student's program. These sessions are necessary to ensure that all students are fully aware of the terms of their loan, their repayment obligation and options, and their rights and responsibilities.

Federal Stafford Loans

The Federal Stafford Loan may be obtained through the Federal Direct Loan Program. A dependent student, if eligible, may borrow up to \$3,500 in subsidized and \$2,000 in unsubsidized loan (or a combination of the two) per year to cover the cost of education. A self-supporting student, if eligible, may borrow up to \$3,500 in subsidized loan and \$6,000 in unsubsidized loan (or a combination of the two) per year to cover the cost of education.

An origination fee of up to 4% may be deducted from the amount for which the student applies prior to disbursing the loan. The remaining funds are disbursed in at least two, sometimes three disbursements. This is called multiple disbursements. Stafford loan disbursements are sent directly to the school by electronic transfer and are credited directly to the student's account.

The loan is repaid in monthly installments, starting six months after graduating or termination, at an interest rate not to exceed 6.80%. Minimum monthly payments are \$50.

Federal PLUS Loans

This loan is intended for parents to help cover the cost of education for the dependent student. The annual limit a parent may borrow is the student's cost of attendance, minus other aid, at an interest rate not to exceed 7.90%. Payments begin at \$50 per month and increase with the amount of indebtedness, and payments begin within 30 days of issuance. PLUS loans are sent directly to the school by electronic transfer and are credited to the student's account.

ACADEMIC YEAR:	9 Months (3 Academic Quarters)
ENROLLMENT STATUS:	Full Time: 12 credit hours per academic quarter Three-Quarter Time: 9 credit hours per academic quarter Half-Time: 6 credit hours per academic quarter

Satisfactory Academic Progress

All students should be aware of the school's satisfactory academic progress policy. This policy is stated in full in both the school's catalog and orientation brochure. Failure to meet at least the minimum standards within the required time-frame will result in suspension of further federal aid assistance.

If a student withdraws, resulting in incomplete grades for an academic quarter, the student may—if otherwise eligible—return and receive financial assistance. Grades of Withdraw Passing (WP) and Withdraw Failing (WF) are not calculated in the student's grade point average but do count as classes attempted and are included in the calculation of maximum time frame.

If a student has twice withdrawn from the same academic quarter, readmission will be at the Managing Director's discretion based on the student's overall performance, attitude, and personal circumstances.

Withdrawal

Students who wish to formally withdraw from Dorsey Schools need to make an appointment with the campus Managing Director who will assist them in the withdrawal process.

Verification

A student selected by the Department of Education criteria will be required to submit supporting documentation to verify the information used to determine the student's eligibility for Financial aid. The items that are required include, but are not limited to, federal tax returns for the appropriate years, verification of all other income and/or benefits, verification of family size, and the number of family members in college.

(Continued on following page.)

No Federal Pell Grant will be awarded until verification is completed. The student has 90 days from the last day of attendance or August 31—whichever comes first—to complete verification and submit a corrected SAR, if necessary.

Federal Stafford and PLUS Loan applications will be certified prior to completion of verification. However, no monies can be credited to the student's account until all necessary documentation is submitted to the school. The student has until 45 days after the date the school receives the loan funds to complete verification. If verification is not completed by the deadline, the student loan funds will be voided and returned to the lender.

The Financial Aid Advisor in the school will contact each student for whom verification is required, provide and explain the verification form(s), and advise the student of the documentation that must be submitted to the school. It is the student's responsibility to submit the completed verification form(s) and all necessary documentation in a timely manner as no aid can or will be disbursed until the verification requirements are satisfied.

Should the student fail to complete verification within the specified time-frame, all financial aid that might have been due to the student will be forfeited. The student will then be held personally responsible for any tuition and fees owed to the school. Any student who does not make satisfactory arrangements for payment of his/her account risks termination at the option of the school.

If verification results in any change in the student's eligibility and/or award, the student will be so advised. The Financial Aid Advisor will assist the student in making the necessary corrections to the Student Aid Report, alert the student to anticipate receiving the resulting new report in the mail, and stress the necessity of submitting that report to the school immediately. If said corrections should result in a reduced award, the Financial Aid Advisor will discuss alternative methods of payment. If the student does not make satisfactory arrangements for payment of any funds due to the school, the student risks termination at the school's option.

Dorsey Schools will use the most recent verification guide supplied by the U.S. Department of Education as its reference. If any student supplies inaccurate information on any application and refuses to correct it after being counseled by the school, the case must be referred to the U.S. Department of Education for resolution. Unless required by the U.S. Department of Education, no financial aid will be disbursed to the student.

Changes In Awards

Changes in program, withdrawal, or dismissal may reduce the financial aid assistance received. Federal Pell Grant and Federal Stafford Loans are all based on the length of the student's program. Any change in that time-frame will affect the amount awarded. You should contact with the Managing Director before making a change in your enrollment status.

Refund Distribution Policy

The school refund policy is stated in both the school catalog and student enrollment agreement. Federal regulations require that any unused portion of financial aid funds be refunded to the financial aid programs when the enrollment period for which it was intended is not completed. It is the schools' policy to refund all monies due to the federal student aid programs within 30 days of the date the school determines that a student has withdrawn or is terminated from the school. All refunds and/or returns are calculated using the student's actual last day of documented class attendance.

Refunds will be distributed to the federal aid and other programs on the following priority basis:

1. Federal Unsubsidized Stafford Loan
2. Federal Subsidized Stafford Loan
3. Federal PLUS Loan
4. Federal Pell Grant
5. Other Federal Aid
6. State Aid
7. Private Aid
8. Institutional Aid
9. Other
10. Student

Financial aid recipients should be aware that the Federal Family Education Loan Program requires that the prorated amount of these loans intended for any enrollment period in which the student is not in attendance (unearned aid) be refunded to the lender. Therefore, a portion of these loan funds, previously credited to a student's account in payment of tuition costs, may have to be refunded upon withdrawal. Potentially, this may result in a student having a financial obligation owed to the school as well as to the lender.

If, upon withdrawal from school, the student/parent is due and eligible for any post-withdrawal disbursement of Title IV aid, the school will notify the individual in writing within 30 days of determination. The individual will have fourteen days in which to respond to the school.