

# **U. S. Department of Education**

Office of Postsecondary Education  
Washington, D.C. 20006-8524



Fiscal Year 2008 Application for the

## **COLLEGE ACCESS CHALLENGE GRANT PROGRAM (CACGP)**

(CFDA NUMBER 84.378)

**CLOSING DATE: ---**

OMB No. 1840-\_\_\_\_

Expiration Date ---

# COLLEGE ACCESS CHALLENGE GRANT PROGRAM (CACGP)

## Table of Contents

<b>Program Overview</b> .....	<b>3</b>
Authority	
Official Documents Notice	
Purpose	
Eligibility	
Activities and Services	
<b>Program Requirements</b> .....	<b>4</b>
Qualifying Students and Families	
Sub-Grants to Non-Profits	
Federal Share and Non-Federal Matching	
Annual Performance Report	
<b>Application Process</b> .....	
.....	<b>6</b>
Instructions	
Title Page	
Sections I - VII	
<b>Program Statute</b> .....	<b>23</b>

# COLLEGE ACCESS CHALLENGE GRANT PROGRAM (CACGP)

## I. PROGRAM OVERVIEW

### **Legislative Authority:**

Title VII, Part E of Higher Education Act of 1965, as amended, 20 U.S.C. Section 1141

### **Official Documents Notification:**

The official document governing this application is available electronically at the following Web site: ---

### **Purpose:**

The College Access Challenge Grant Program (CACGP) is a formula grant program that is designed to foster partnerships among Federal, State and local government entities and philanthropic organizations to significantly increase the number of underrepresented students who enter and remain in postsecondary education. CACGP provides two-year grants to States to meet the needs of underrepresented students and families.

### **Eligibility:**

The Governor of the State designates the State agency (i.e., a State agency with jurisdiction over higher education or another State agency) that is eligible to apply for a CACGP grant. Each State is eligible to receive one CACGP grant. In cases where a State fails to meet the matching requirement or fails to comply with other grant requirements, the Secretary shall reduce the amount of grant payment to the State proportionately and may award the proportionate reduction amount of the grant directly to a philanthropic organization.

### **Authorized Activities/Services:**

- 1) Provide information to students and families on postsecondary education benefits, opportunities, planning and career preparation;
- 2) Provide information on financing options, including activities that promote financial literacy and debt management among students and families;
- 3) Conduct outreach activities for students who may be at risk of not enrolling in or completing college;
- 4) Assist students in completing the Free Application for Federal Student Aid (FAFSA);
- 5) Offer need based grant aid to students;
- 6) Implement professional development for guidance counselors at middle and secondary schools, and financial aid administrators and college admissions counselors at institutions

of higher education, to improve such individuals' capacity to assist students and parents with:

- a) Understanding:
    - Entrance requirements for admission to institutions of higher education, and
    - State eligibility requirements for Academic Competitiveness Grants or National SMART Grants;
  - b) Applying to institutions of higher education, applying for financial assistance and scholarships;
  - c) Activities that increase students' ability to successfully complete the coursework required for a postsecondary degree (including tutoring and mentoring); and
  - d) Activities to improve secondary school students' preparedness for postsecondary entrance examinations.
- 7) Repayment of student loans, student loan cancellation, or lowering of interest rates.  
***States are not allowed to use funds to promote any lender's loans.***

## **II. PROGRAM REQUIREMENTS**

### **Qualifying Students and Families:**

States must make activities and services available to all qualifying students and families regardless of a) choice of postsecondary institution; b) type of student loan received; c) server of such loan; and d) student's academic performance. Students and families cannot be charged a fee to participate in activities and services. In the case of an activity providing grant aid, States cannot require students to meet any condition other than eligibility for Federal financial assistance under Title IV of the Higher Education Act of 1965.

***Priority: Priority must be given to students and families who are living below the poverty line applicable to the individual's family size.***

### **Sub-Grants to Non-Profit Organizations:**

States may award sub-grants to one or more non-profit organizations, or partnerships of organizations, in the State to carry out the services and activities if the non-profit organization or partnership—

1. was in existence on or before September 27, 2007; and
2. is participating in activities and services related to increasing access to higher education.

### **Federal Share and Non-Federal Matching Requirement:**

Federal funds may be used to pay for up to two thirds (2/3) of the cost of the activities and services provided as part of a College Access Challenge Grant. States are required to provide non-Federal funds equal to one third (1/3) of the costs of authorized activities and services. This non-Federal match may be met through cash or in-kind contributions and cannot be waived.

Matching contributions may be provided from State resources, contributions from private organizations, or both.

Documentation of matching contributions must contain adequate source documentation for the claimed cost sharing, provide clear valuation of in-kind matching, and provide support of cost-sharing by grant partners. Grantees are required to value in-kind contributions in accordance with relevant Office of Management and Budget (OMB) circulars and the Education Department General Administrative Regulations (EDGAR). In most cases, grantees must value in-kind contributions of facilities and equipment using depreciation rather than fair market value.

If a State fails to provide the full non-Federal share required, the Secretary will reduce the amount of the grant payment proportionately, and may award the proportionate reduction amount of the grant directly to a philanthropic organization.

**Annual Performance Report Requirement:**

States are required to provide an annual performance report that outlines the activities and services that were implemented during the performance period, the associated cost of each activity or service, the number and percentage of students that participated in such activities and services, and the total non-Federal matching contribution. This information will be used to determine if projects are achieving goals and objectives and if statutory and regulatory requirements are being satisfied. States can be determined to be temporarily ineligible to participate in CACGP if an annual performance report is not provided, or if substantial progress is not being made in meeting the goals of the grant.

# INSTRUCTIONS FOR COMPLETING & SUBMITTING THE APPLICATION PACKAGE

## I. Electronic Submission of Application

States must submit an application to the United States Department of Education to demonstrate eligibility and receive CACGP grant funding. All applications must be submitted electronically by e-mailing a Microsoft Word document to ---. We do not have a secure electronic signature mechanism, so applicants have two days after electronic submission to mail a signed title page and signed hard copies of the required assurances. The title page and assurances should be mailed and sent by facsimile transmission to the following address and phone number:

College Access Challenge Grant Program  
U.S. Department of Education  
Attn: Karmon Simms-Coates  
1990 K Street, NW, Suite 6132  
Washington, D.C. 20006

FAX: (202) 502-7675

You may request permission to submit your application via mail 10 days prior to the application submission deadline by e-mailing [karmon.simms-coates@ed.gov](mailto:karmon.simms-coates@ed.gov). In your request you must include the reason why you are unable to submit the application electronically.

Please note applications will not be accepted if the format/forms of the application have been altered or if the application is presented in a format other than Microsoft Word.

## II. Required Content of Application

1. Title Page
2. Section I: Abstract
3. Section II: Project Narrative
4. Section III: Goals and Objectives Form
5. Section IV: Budget and Narrative Forms
6. Section V: Governor's Letter
7. Section VI: Program Assurance Form
8. Section VII: Standard Assurance Forms

**1. Title Page.** Applicants must provide a signed title page that contains necessary profile information.

- a. Legal Name of Applicant. Enter the legal name of applicant and the name of the primary organization that will administer the grant.

- b. D-U-N-S Number. Enter applicant's D-U-N-S Number. If your organization does not have a D-U-N-S Number, you can obtain the number by calling 1-800-333-0505 or by completing a D-U-N-S Number Request Form. The form can be obtained via the Internet at the following Web site: <http://www.dnb.com>.
  - c. Address. Enter the address of the Applicant Agency presented in box #1.
  - d. Contact Person. Enter the name, title, telephone and fax numbers, and email address of the person to be contacted on matters involving the application.
  - e. Type of Applicant. Please put a check by the type of organization that is applying.
  - f. Certification of Application Content and Assurances. Print name and telephone number; provide a signature from the authorizing representative of the organization; and date.
2. **Section I: Abstract.** Applicants must provide a one-page overview of the project that includes its goals, purpose and scope in the abstract section.
  3. **Section II: Project Narrative.** Applicants must address in detail the questions listed in the project narrative section.
  4. **Section III: Goals and Objectives Form.** Applicants must submit the goals and objectives for the project. Activities, services and anticipated outcomes should be clearly aligned with the goals and objectives of the project. The goals provide the overall context for what the project is trying to accomplish in the long-term, and objectives describe what the project is trying to achieve incrementally.
  5. **Section IV: Budget Summary and Narrative Forms.** The budget summary presents an outline of how funds will be used to accomplish the goals and objectives of the project. A complete summary of proposed expenditures (Federal and non-Federal) for each budget year must be provided. Each budget category must be justified in the budget narrative. For example, applicants should include: (1) the basis for estimating the costs of professional personnel salaries, benefits, project staff travel, materials and supplies, consultants and subcontracts, indirect costs, and any projected expenditures; (2) how the major cost items relate to the proposed activities; and (3) the costs of evaluation. States may use up to 6 percent of funds appropriated for administrative expenses. Applicants are reminded that funds must be used to supplement, not supplant, funds for existing programs.
  6. **Section V: Governor's Letter.** Applicants must submit a signed letter from the Governor designating the agency that is responsible for administering the CACGP grant.
  7. **Section VI: Program Assurance Form.** Applicants must respond with a yes or no answer to all assurances listed on the program assurance form.
  8. **Section VII: Standard Assurances --** Applicants must fill out and sign the following

assurances required by the U.S. Department of Education.

- a.** Disclosure of Lobbying Activities
- b.** Certification Regarding Lobbying
- c.** Non-Construction Programs

If you have questions regarding any aspect of this application, please contact:

Lynn Mahaffie, Director  
Teacher and Student Development Programs Service  
202-502-7903  
[lynn.mahaffie@ed.gov](mailto:lynn.mahaffie@ed.gov)

Karmon Simms-Coates, Program Manager  
College Access Challenge Grant Program  
202-502-7807  
[karmon.simms-coates@ed.gov](mailto:karmon.simms-coates@ed.gov)



**U.S. DEPARTMENT OF EDUCATION  
 COLLEGE ACCESS CHALLENGE GRANT PROGRAM (CACGP)**

**TITLE PAGE**

a. Legal Name of Applicant Agency	b. D.U.N.S number:  Taxpayer ID Number (TN):
c. Address (include zip):	d. Contact Person  Name:  Title:  Telephone:  Fax:  E-Mail:
e. Type of Applicant:   ___ State Agency ___ Philanthropic Organization (non-profit)	
f. To the best of my knowledge and belief, all data provided in this application are true and correct. The governing body of the applicant has duly authorized the application and will comply with statutory and regulatory requirements, assurances and certifications, etc.	
Printed Name and Title of Authorized State Representative:	Telephone: Fax: E-Mail:
Signature of Authorized State Representative:	Date:

According to the Paperwork Reduction Act of 1995, no persons are required to respond to a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is ---. The time required to complete this information collection is estimated to average --- hours per response, including the time to review instructions, search existing data sources, gather the data needed, and complete and review the information collection. **If you have any comments concerning the accuracy of the time estimate(s) or suggestions for improving this form, please write to:** U.S. Department of Education, Washington, D.C. 20202-4651. **If you have comments or concerns regarding the status of your individual submission of the form, write directly to:** the CACGP, U.S. Department of Education, 1990 K Street, N.W., Washington, D.C. 20006-8524.

## **SECTION I: PROJECT ABSTRACT**

**Please provide a one-page abstract that gives an overview of the purpose, scope, and goals of the project.**

## SECTION II: PROJECT NARRATIVE INFORMATION

**Please answer thoroughly the following questions:**

1. Please provide a description of the capacity and structure that the State has in place to administer the authorized services and activities, or the State's plan to develop such administrative capacity.
2. In the case of a philanthropic organization that operates in more than one State, please describe plans to use funding to benefit students in each State for which your organization is applying for grant funds.
3. Describe briefly the record keeping system for collecting and reporting student outcome/achievement data and participation in services and activities. Specifically, what method(s) will your project use to collect and maintain student and family participation in activities and outcome data?
4. If States plan to make sub-grants to non-profit organizations (partnership), describe the process for awarding and monitoring sub-grants to non-profit organizations (i.e., soliciting applications, application review process, timelines, selection criteria, technical assistance, site visits, progress reports, etc.).
5. Please list below the entities (State and local, philanthropic and other organizations) that will be actively involved in providing activities and services.

### SECTION III: GOALS AND OBJECTIVES FORM

Please provide a detailed description of the activities and services that the State plans to provide using CACGP funding in order to address the needs of underrepresented students.

A. GOALS AND OBJECTIVES	B. ACTIVITIES AND SERVICES	C. PROPOSED OUTCOMES
<b>Please provide measurable goals and objectives.</b>	<b>List the activities and services that will be conducted to accomplish the goals and objectives.</b>	<b>List anticipated outcomes based on the implementation of services and activities.</b>
Example: To increase underrepresented students' and families' knowledge of postsecondary education financial options.	Example: conduct informational workshops with parents and students to share sources and availability of financial aid; develop materials/handouts outlining financial aid opportunities.	Example: 2011 survey results (85% participation rate) indicate that 95% of participating students are more knowledgeable about financial aid opportunities.
1.		
2.		
3.		
4.		
5.		
6.		

## SECTION IV: BUDGET SUMMARY FORM

Please provide a complete summary of proposed expenditures (Federal and non-Federal) for each budget year.

Budget Categories	PROJECT YEAR 1		PROJECT YEAR 2		TOTAL
	FEDERAL	NON-FEDERAL	FEDERAL	NON-FEDERAL	
1. Salaries and Wages					
2. Employee Benefits					
3. Travel					
4. Materials and Supplies					
5. Consultants & Contracts					
6. Other					
<b>A. Total Direct Costs:</b> <i>(Sum of lines 1-6)</i>					
<b>B. Total Indirect Costs:</b> <i>(cannot be greater than 8% of Total Direct Costs)</i>					
<b>C. Equipment</b>					
<b>D. TOTAL REQUESTED</b> <i>A + B+ C (Enter these figures in Item 7 of the Title Page)</i>					

**A grantee may use not more than 6 percent of the total amount of the sum of Federal funds and non-Federal funds for administrative purposes.**

If you are requesting reimbursement for indirect costs on line B, please answer the following questions:

- (1) Do you have an Indirect Cost Rate Agreement approved by the Federal government? \_\_\_ Yes \_\_\_ No  
 If yes, please provide the following information: Period Covered by the Indirect Cost Rate Agreement:  
 From: \_\_\_/\_\_\_/\_\_\_\_\_ To: \_\_\_/\_\_\_/\_\_\_\_\_ (mm/dd/yyyy)  
 Approving Federal agency: \_\_\_ ED \_\_\_ Other (please specify): \_\_\_\_\_
- (2) For Restricted Rate Programs (check one) -- Are you using a restricted indirect cost rate that: \_\_\_ Is included in your approved Indirect Cost Rate Agreement? or \_\_\_ Complies with 34 CFR 76.564(c)(2)?

## BUDGET NARRATIVE

Please provide a justification for each budget category addressing Federal and non-Federal expenditures.

<b>BUDGET CATEGORY</b>	<b>FEDERAL EXPENDITURE</b>	<b>NON-FEDERAL EXPENDITURE</b>
1. Salaries and Wages		
2. Employee Benefits		
3. Travel		
4. Materials and Supplies		
5. Consultants & Contracts		
6. Other		
7. Equipment		
8. Indirect Costs		

## **SECTION V – GOVERNOR’S LETTER**

Please include a signed letter from the Governor designating the agency that is responsible for administering the CACGP grant.

## SECTION VI – PROGRAM ASSURANCES

The State makes the following assurances that it has policies and procedures in place as required by Title VII, Part E of Higher Education Act of 1965, as amended. Please put ‘**yes**’ (if assurance is given) or ‘**no**’ (if assurance cannot be given) next to the corresponding assurance. If you put ‘**no**’, please provide a date in the column for which the State will complete changes in order to provide assurance.

Yes	No	<b>Assurances Related to Policies and Procedures</b>
		1. States will give priority to students and families who are living below the poverty line applicable to students’ family size.
		2. States must make activities and services available to all qualifying students and families regardless of a) choice of postsecondary institution; b) type of student loan received; c) server of such loan; and d) student’s academic performance.
		3. States will include in any information about financing options for higher education provided through an activity or service: <ul style="list-style-type: none"> <li>a. the availability of federal, state, local institutional, and other grants and loans for postsecondary education; and</li> <li>b. information on financial assistance for postsecondary education that is not provided under title IV of the Higher Education Act of 1965 in a manner that is clearly distinct from information on student financial assistance under such title.</li> </ul>
		4. States will ensure that sub-grantees have been in existence prior to September 21, 2007 and have experience in implementing activities and services related to increasing access to higher education.
		5. The State will disclose when making a payment to an eligible not-for-profit holder in the State: the name of the holder and the nature of the holder’s work in connection with any of the activities carried out, or any information or services provided with funds.
		6. States will not use funds to promote any lender’s loans.
		7. States will not use more than 6 percent of the total amount of the sum of Federal funds and non-Federal funds for administrative purposes.



## **SECTION VII – STANDARD ASSURANCE FORMS**

Please fill out the assurance forms presented in this section according to instructions. These forms must be signed and mailed, along with the title page, to the mailing address listed on Page 6 of this application.

TITLE VIII—PARTNERSHIP GRANTS  
**SEC. 801. COLLEGE ACCESS CHALLENGE GRANT PROGRAM.**

Title VII (20 U.S.C. 1133 et seq.) is amended by adding at the end the following new part:

**“PART E—COLLEGE ACCESS CHALLENGE GRANT PROGRAM**  
**“SEC. 771. COLLEGE ACCESS CHALLENGE GRANT PROGRAM.**

(a) AUTHORIZATION AND APPROPRIATION.—There are authorized to be appropriated, and there are appropriated, to carry out this section \$66,000,000 for each of the fiscal years 2008 and 2009. The authority to award grants under this section shall expire at the end of fiscal year 2009.

(b) PROGRAM AUTHORIZED.—

‘(1) GRANTS AUTHORIZED.—From amounts appropriated under subsection (a), the Secretary shall award grants, from allotments under subsection (c), to States (and to philanthropic organization, as appropriate under paragraph (3)) having applications approved under subsection (d), to enable the State (or philanthropic organization) to pay the Federal share of the costs of carrying out the activities and services described in subsection (f).

(2) FEDERAL SHARE; NON-FEDERAL SHARE.—

(A) FEDERAL SHARE.—The amount of the Federal share under this section for a fiscal year shall be equal to  $\frac{2}{3}$  of the costs of the activities and services described in subsection (f) that are carried out under the grant.

(B) NON-FEDERAL SHARE.—The amount of the non-Federal share under this section shall be equal to  $\frac{1}{3}$  of the costs of the activities and services described in subsection (f). The non-Federal share may be in cash or in-kind, and may be provided from State resources, contributions from private organizations, or both.

(3) REDUCTION FOR FAILURE TO PAY NON-FEDERAL SHARE.—

If a State fails to provide the full non-Federal share required under this subsection, the Secretary shall reduce the amount of the grant payment under this section proportionately, and may award the proportionate reduction amount of the grant directly to a philanthropic organization, as defined in subsection (i), to carry out this section.

(4) TEMPORARY INELIGIBILITY FOR SUBSEQUENT PAYMENTS.—

(A) IN GENERAL.—The Secretary shall determine a grantee to be temporarily ineligible to receive a grant payment under this section for a fiscal year if—“(i) the grantee fails to submit an annual report pursuant to subsection (h) for the preceding fiscal year; or

(ii) the Secretary determines, based on information in such annual report, that the grantee is not effectively meeting the conditions described under subsection (g) and the goals of the application under subsection (d).

(B) REINSTATEMENT.—If the Secretary determines that a grantee is ineligible under subparagraph (A), the Secretary may enter into an agreement with the grantee setting forth the terms and conditions under which the grantee may regain eligibility to receive payments under this section.

(c) DETERMINATION OF ALLOTMENT.—

(1) AMOUNT OF ALLOTMENT.—Subject to paragraph (2), in making grant payments to grantees under this section, the allotment to each grantee for a fiscal year shall be equal to the sum of—

(A) the amount that bears the same relation to 50 percent of the amount appropriated under subsection (a) for such fiscal year as the number of residents in the State aged 5 through 17 who are living below the poverty line applicable to the resident's family size (as determined under section 673(2) of the Community Service Block Grant Act) bears to the total number of such residents in all States; and

(B) the amount that bears the same relation to 50 percent of the amount appropriated under subsection (a) for such fiscal year as the number of residents in the State aged 15 through 44 who are living below the poverty line applicable to the individual's family size (as determined under section 673(2) of the Community Service Block Grant Act) bears to the total number of such residents in all States.

(2) MINIMUM AMOUNT.—The allotment for each State under this section for a fiscal year shall not be an amount that is less than 0.5 percent of the total amount appropriated under subsection (a) for such fiscal year.

(d) SUBMISSION AND CONTENTS OF APPLICATION.—

(1) IN GENERAL.—For each fiscal year for which a grantee desires a grant payment under subsection (b), the State agency with jurisdiction over higher education, or another agency designated by the Governor or chief executive of the State to administer the program under this section, or a philanthropic organization, in accordance with subsection (b)(3), shall submit an application to the Secretary at such time, in such manner, and containing the information described in paragraph (2).

(2) APPLICATION.—An application submitted under paragraph (1) shall include the following:

- (A) A description of the grantee’s capacity to administer the grant under this section and report annually to the Secretary on the activities and services described in subsection (f).
- (B) A description of the grantee’s plan for using the grant funds to meet the requirements of subsections (f) and (g), including plans for how the grantee will make special efforts to—
  - (i) provide such benefits to students in the State that are underrepresented in postsecondary education; or
  - (ii) in the case of a philanthropic organization that operates in more than one State, provide benefits to such students in each such State for which the H. R. 2669—31 philanthropic organization is receiving grant funds under this section.

(C) A description of how the grantee will provide or coordinate the provision of the non-Federal share from State resources or private contributions.

(D) A description of—

- (i) the structure that the grantee has in place to administer the activities and services described in subsection (f); or
- (ii) the plan to develop such administrative capacity.

(e) **SUBGRANTS TO NONPROFIT ORGANIZATIONS.**—A State receiving a payment under this section may elect to make a subgrant to one or more nonprofit organizations in the State, including an eligible not-for-profit holder (as defined in section 435(p) of the Higher Education Act of 1965, as amended by section 303 of this Act), or those who have agreements with the Secretary under section 435(j), or a partnership of such organizations, to carry out activities or services described in subsection (f), if the nonprofit organization or partnership—

- (1) was in existence on the day before the date of the enactment of this Act; and
- (2) as of such day, was participating in activities and services related to increasing access to higher education, such as those activities and services described in subsection (f).

(f) **ALLOWABLE USES.**—

(1) **IN GENERAL.**—Subject to paragraph (3), a grantee may use a grant payment under this section only for the following activities and services, pursuant to the conditions under subsection (g):

- (A) Information for students and families regarding—
  - (i) the benefits of a postsecondary education;

- (ii) postsecondary education opportunities;
- (iii) planning for postsecondary education; and
- (iv) career preparation.

(B) Information on financing options for postsecondary education and activities that promote financial literacy and debt management among students and families.

(C) Outreach activities for students who may be at risk of not enrolling in or completing postsecondary education.

(D) Assistance in completion of the Free Application for Federal Student Aid or other common financial reporting form under section 483(a) of the Higher Education Act of 1965.

(E) Need-based grant aid for students.

(F) Professional development for guidance counselors at middle schools and secondary schools, and financial aid administrators and college admissions counselors at institutions of higher education, to improve such individuals' capacity to assist students and parents with—

(i) understanding—

(I) entrance requirements for admission to institutions of higher education; and

(II) State eligibility requirements for Academic Competitiveness Grants or National SMART Grants under section 401A, and other financial H. R. 2669—32 assistance that is dependent upon a student's coursework;

(ii) applying to institutions of higher education;

(iii) applying for Federal student financial assistance and other State, local, and private student financial assistance and scholarships;

(iv) activities that increase students' ability to successfully complete the coursework required for a postsecondary degree, including activities such as tutoring or mentoring; and

(v) activities to improve secondary school students' preparedness for postsecondary entrance examinations.

(G) Student loan cancellation or repayment (as applicable), or interest rate reductions, for borrowers who are employed in a high-need geographical area or a high need profession in the State, as determined by the State.

(2) PROHIBITED USES.—Funds made available under this section shall not be used to promote any lender’s loans.

(3) USE OF FUNDS FOR ADMINISTRATIVE PURPOSES.—A grantee may use not more than 6 percent of the total amount of the sum of the Federal share provided under this section and the non-Federal share required under this section for administrative purposes relating to the grant under this section.

(g) SPECIAL CONDITIONS.—

(1) AVAILABILITY TO STUDENTS AND FAMILIES.—A grantee receiving a grant payment under this section shall—

(A) make the activities and services described in subparagraphs (A) through (F) of subsection (f)(1) that are funded under the payment available to all qualifying students and families in the State;

(B) allow students and families to participate in the activities and services without regard to—

(i) the postsecondary institution in which the student enrolls;

(ii) the type of student loan the student receives;

(iii) the servicer of such loan; or

(iv) the student’s academic performance;

(C) not charge any student or parent a fee or additional charge to participate in the activities or services; and

(D) in the case of an activity providing grant aid, not require a student to meet any condition other than eligibility for Federal financial assistance under title IV of the Higher Education Act of 1965, except as provided for in the loan cancellation or repayment or interest rate reductions described in subsection (f)(1)(G).

(2) PRIORITY.—A grantee receiving a grant payment under this section shall, in carrying out any activity or service described in subsection (f)(1) with the grant funds, prioritize students and families who are living below the poverty line applicable to the individual’s family size (as determined under section 673(2) of the Community Service Block Grant Act).

(3) DISCLOSURES.—

(A) ORGANIZATIONAL DISCLOSURES.—In the case of a State that has chosen to make a payment to an eligible not-for-profit holder in the State in accordance with subsection (e), the holder shall clearly and prominently indicate H. R. 2669—33 the name of the holder and the nature of the holder’s work in connection with any of the activities carried out, or any information or services provided, with such funds.

(B) INFORMATIONAL DISCLOSURES.—Any information about financing options for higher education provided through an activity or service funded under this section shall—

(i) include information to students and the students’ parents of the availability of Federal, State, local, institutional, and other grants and loans for postsecondary education; and

(ii) present information on financial assistance for postsecondary education that is not provided under title IV of the Higher Education Act of 1965 in a manner that is clearly distinct from information on student financial assistance under such title.

(4) COORDINATION.—A grantee receiving a grant payment under this section shall attempt to coordinate the activities carried out with the grant payment with any existing activities that are similar to such activities, and with any other entities that support the existing activities in the State.

(h) REPORT.—A grantee receiving a payment under this section shall prepare and submit an annual report to the Secretary on the activities and services carried out under this section, and on the implementation of such activities and services. The report shall include—

(1) each activity or service that was provided to students and families over the course of the year;

(2) the cost of providing each activity or service;

(3) the number, and percentage, if feasible and applicable, of students who received each activity or service; and

(4) the total contributions from private organizations included in the grantee’s non-Federal share for the fiscal year.

(i) DEFINITIONS.—In this section:

(1) PHILANTHROPIC ORGANIZATION.—The term ‘philanthropic organization’ means a non-profit organization—

(A) that does not receive funds under title IV of the Higher Education Act of 1965 or under the Elementary and Secondary Education Act of 1965;

(B) that is not a local educational agency or an institution of higher education;

(C) that has a demonstrated record of dispersing grant aid to underserved populations to ensure access to, and participation in, higher education;

(D) that is affiliated with an eligible consortia (as defined in paragraph (2)) to carry out this section; and

(E) the primary purpose of which is to provide financial aid and support services to students from underrepresented populations to increase the number of such students who enter and remain in college.

(2) ELIGIBLE CONSORTIA.—The term ‘eligible consortia’ means a partnership of 2 or more entities that have agreed to work together to carry out this section that—

(A) includes—

(i) a philanthropic organization, which serves as the manager of the consortia; H. R. 2669—34

(ii) a State that demonstrates a commitment to ensuring the creation of a Statewide system to address the issues of early intervention and financial support for eligible students to enter and remain in college; and

(iii) at the discretion of the philanthropic organization described in clause (i), additional partners, including other non-profit organizations, government entities (including local municipalities, school districts, cities, and counties), institutions of higher education, and other public or private programs that provide mentoring or outreach programs; and

(B) conducts activities to assist students with entering and remaining in college, which may include—

(i) providing need-based grants to students;

(ii) providing early notification to low-income students of their potential eligibility for Federal financial aid (which may include assisting students and families with filling out FAFSA forms), as well as other financial aid and other support available from the eligible consortia;

(iii) encouraging increased student participation in higher education through mentoring or outreach programs; and

(iv) conducting marketing and outreach efforts that are designed to—



(I) encourage full participation of students in the activities of the consortia that carry out this section; and “(II) provide the communities impacted by the activities of the consortia with a general knowledge about the efforts of the consortia.

(3) GRANTEE.—The term ‘grantee’ means—

(A) a State awarded a grant under this section; or

(B) with respect to such a State that has failed to meet the non-Federal share requirement of subsection (b), a philanthropic organization awarded the proportionate reduction amount of such a grant under subsection (b)(3).

