

UNIVERSITY of HOUSTON
MANUAL OF ADMINISTRATIVE POLICIES AND PROCEDURES

SECTION: Academic Affairs
AREA: General

Replaced by
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SUBJECT: Scholarship Administration

I. PURPOSE AND SCOPE

The purpose of this document is to define and set forth minimum criteria for the administration and oversight of college and institutional scholarships. This document assigns responsibilities and assists university personnel in complying with federal and state guidelines for scholarship management.

II. DEFINITIONS

- A. Assistantship/Fellowship: Graduate students determined by the Dean of Graduate and Professional Studies as eligible for support under this program will be awarded a fellowship amount equal to resident tuition and designated tuition charges for nine credit hours for each fall and spring semester of eligibility, and six credit hours for the summer. The Graduate Assistant Tuition Fellowship program (GATF) does not cover mandatory or course fees, which remain the obligation of the student. (The GATF is offered each semester subject to funding availability). This document will only address the administration of traditional scholarships. For more information on the university's graduate assistantship/fellowship program, see MAPP 05.03.02.
- B. Scholarship: An amount given to or on behalf of a student for purposes of educational activity. A scholarship may include, but is not limited to: tuition, required registration fees, room, board, books/supplies, and compensation for services.
- C. Stipend (Compensation): A payment made to an individual for purposes of living or maintenance, most commonly associated with the educational activities of a student or scholar. A stipend may or may not require performance of services; however, to the extent services are associated with and/or required as a condition of receiving the stipend payment, the "fair market value" for the services is classified as "compensation" for tax purposes. Because a stipend does not typically refer to amounts provided as or for tuition, it is generally not excludable from tax as a qualified scholarship.

III. MINIMUM CRITERIA FOR COLLEGE-ADMINISTERED SCHOLARSHIPS

- A. Written guidelines, provided and maintained by the college, which state how the scholarships are awarded, including the requirements for the college scholarship committee(s).
- B. Eligibility guidelines and other scholarship criteria must be written and maintained within the college.
- C. In those instances where financial need will be considered in the award, college guidelines as to financial need and cost of attendance will acknowledge the appropriate Department of Education definitions and the estimated cost of attendance and expected family contribution established by the Office of Scholarships and Financial Aid. The definitions for this purpose are:
 - i. Financial need: The difference between the cost of attendance at a college and the expected family contribution.
 - ii. Cost of Attendance: Costs related to a student's enrollment in a postsecondary school for a defined academic period. COA components include tuition and fees, room and board, allowances for books and supplies, transportation, and miscellaneous personal expenses, along with other applicable expenses such as loan fees, dependent care costs, costs related to a disability, and study abroad costs as outlined in Section 472 of the HEA.
 - iii. Expected Family Contribution (EFC): A calculated amount, based on a Federal formula, of how much the student's family can be expected to contribute toward the cost of the student's education in an award year.
- D. Application criteria and requirement to publicize must be documented. The college must be specific as to how they will provide notification of available scholarships.
- E. Documentation standards and the scholarship awarding process must be provided and maintained within the college.
- F. A mechanism and timeline for notification of the Office of Scholarships and Financial Aid of the awardees must be defined within the college's written guidelines.
- G. The college criteria must be reviewed and approved by the University Scholarship Committee.

IV. MINIMUM CRITERIA FOR INSTITUTIONALLY ADMINISTERED SCHOLARSHIPS

The Office of Scholarships and Financial Aid is responsible for developing criteria that complies with federal, state, endowment and management guidelines and directives. Recommendations for institutionally administered scholarships will be made by the University Scholarship Committee.

V. STEWARDSHIP REQUIREMENTS FOR ENDOWED SCHOLARSHIPS

- A. Scholarship recipients names (and other identifying criteria), the name of the scholarship award, and the amount of the award are to be reported twice a year to the Office of Stewardship by the Office of Scholarships and Financial Aid for purposed of donor reporting.
- B. Student names may not be released by the university or its staff if the scholarship criteria contain a component of financial need and/or if the student has opted out from the release of directory information.
- D. Distributed income from endowments funds will be retained in individual accounts whose spending may be traced back to the endowment corpus.
- E. The Office of Stewardship and the Office of Academic Budgets and Administration will review scholarship income accounts periodically to ensure that scholarship funds are expended.

VI. REQUIREMENTS FOR MANAGEMENT AND ACCOUNTING FOR SCHOLARSHIPS

- A. All funds received or disbursed for scholarships will be recorded with the appropriate fund codes and program codes (function) in the university's financial records.
- B. All funds received for scholarships should be awarded within the period specified by the donor. Awards should be made by the end of the fiscal year following receipt in cases where the period has not been specified.
- C. Year end equity balances will not exceed twenty five percent (25%) of the funds received the previous fiscal year plus the total of awards for the following year.
- D. Excess funds will be made available for awards in the following year or returned to the endowment, as permitted by the donor.

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IV. APPROVAL

Vice President for Administration and Finance

Senior Vice President for Academic Affairs and Provost

President

Date of President's Approval: _____