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RGM Memo

Date April 8, 2013
To School Owners and Financial Aid Personnel
RE Cohort Default Rates

On March 18, the 2-year draft cohort default rate for year 2011 was released and on March 25, the 3-year draft cohort default rate for year 2010.

The CDR's are located by release date under SYSTEMS MAIL in the Administration module for School Personnel who have Administrative authority.

The Official Cohort Default Rates will be released by September 30, 2013.

RGM highly recommends schools to start looking at the 2011 draft cohort rates which were released on March 18, 2013. By doing so, it will help in finding students with high risk of going into default when the Official 3-Year Cohort Default Rate for 2011 is released in September 30, 2014.

There are companies who specialize in Default Prevention and we recommend you consider contracting with one of them to assist your school in keeping the default rates at the lowest possible number.

Here is a list of the companies for your reference.

Champion College Services
Director of Sales is Cindy Carlen
(cindy.carlen@championcollegeservices.com)
Her direct telephone number is 602-663-3630.
Any inquiries can be directed to her.

Matt Coen
Pantheon Student Solutions
(877) 737-0269 office
(773) 717-9743 mobile
(888) 398-0947 fax
www.pantheonstudentsolutions.com

Wright International Student Services

<http://www.wiss.info/>

6405 Metcalf Avenue, Suite 504

Shawnee Mission, Kansas 66202

1-800-257-4757

In the Web System, we offer a report under the DEFAULT PREVENTION module that you can use to track inactive students who will enter into repayment after the 6 month grace period by entering specified date ranges.

Cohort years are October through September (e.g., cohort 2010 was 10/1/2009-9/30/2010, cohort 2011 was 10/1/2010-9/30/2011), so you need to use end dates 6 months earlier to allow for a standard grace period. This report is a starting point, but not as good as a report from NSLDS, which will include the effects of any deferments after the student left your school.

[2] Student List with NO Attendance posted for 6 months or more
 [3] ACTIVE Student List with EXPECTED End Dates within specified date range
 [4] INACTIVE Student List with POSTED Last Date of Attendance within specified date range
 [5] Mail-Merge Data
 [6] Student List Report (Registrar)
 Check this box to generate Feature-Rich version of the report.

IF YOU CHOSE REPORT 3 OR 4, ENTER DATE RANGE: TO

Here is the link to read the Default Prevention Guide which contains detailed information on the formulas used for the Cohort Default Rates.

<http://ifap.ed.gov/DefaultManagement/guide/attachments/CDRGuideCh2Pt1CDRCalculation.pdf>

I have also attached to the email a PDF on the 3-Year Cohort Default formulas for several fiscal years.

Below is the description of the Reports that are available through NSLDS

DRC016- This report provides the current repayment status of certain borrowers in the FFEL and Direct Loan programs who attended a school during a specific period

DER001 -The Date Entered Repayment Report (DER001) is a list of student borrowers who are scheduled to go into repayment during a specified date range, with their loan histories

SCHDF2- The Borrower Default Summary Report (SCHDF2) provides a list of loans that currently have a defaulted loan status (DB, DL, DO, DT, DU, DW, DF, or DZ) and a loan status date that falls within the requested date range

SCHPR2- The School Portfolio Report (SCHPR2) provides school users with information about all Direct Loan and/or FFEL program loans for a specified school

DELQ01 The Delinquent Borrower Report (DELQ01) provides school users a report of borrowers who have been reported as delinquent in making loan payments to one of the federal loan servicers. **NOTE: This report is available through the RGM Web System under DATA MANAGEMENT, DATA EXCHANGE REPORTS, NSLDS DELINQUENT BORROWER REPORT**
School employees must have Administrative access (Campus Administrator or School Administrator) to retrieve this report.

Thank you,

Rafael