

Date: 6/23/2020

Subject: Policy on distribution of CARES Grant funds to students

To address the pressing financial need of higher education schools and students due to the disruption of campus operations from coronavirus, The Academy of Cosmetology & Esthetics, NYC, LLC received a grant in the amount of \$51,492.00 from the U.S. Department of Education. The funds must be used to cover expenses related to the disruption of campus operations due to the coronavirus (including eligible expenses under a student's cost of attendance, such as food, housing, course materials, technology, health care, and childcare). Students attending our campus must meet the following criteria to receive funds from this grant:

1. Only students who are or could be eligible to participate in programs under Section 484 in Title IV of the Higher Education Act of 1965, as amended (HEA), may receive emergency financial aid grants. If a student has filed a Free Application for Federal Student Aid (FAFSA), then the student has demonstrated eligibility to participate in programs under Section 484 the HEA. Students who have not filed a FAFSA but who are eligible to file a FAFSA also may receive emergency financial aid grants. The criteria to participate in programs under Section 484 of the HEA include but are not limited to the following: U.S. citizenship or eligible noncitizen; a valid Social Security number; registration with Selective Service (if the student is male); and a high school diploma, GED, or completion of high school in an approved homeschool setting.
2. Must be currently enrolled in a Title IV eligible program as of March 18, 2020.
 - a. Student who were on a "Leave of Absence" on or after March 18, 2020 are eligible.
 - b. Students who started in a Title IV eligible program on or after March 18, 2020 are eligible.

3. Must be 18 years or over, or if younger, currently receiving Title IV assistance.
4. Must have a graduation date after March 18, 2020.
5. Students who start after June 1st or later are not eligible for the funds.

The school will distribute the funds in 1 disbursement and will divide the funds available equally among the students who meet the criteria listed above based on the date of disbursement. If the student does not cash the check within 90 days, a stop payment will be placed and the funds will then be disbursed to other eligible students equally.

Disbursement 1 (does not include new starts who started after the date of disbursement 1)

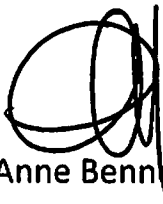
Date of Disbursement: 6/29/2020

Total Amount of Disbursement: \$51,492.00

Disbursement Amount per Student: \$1,716.40

Total Number of Students Receiving a Disbursement: 30

Each student will need to sign the Student Agreement for Cares Act document to acknowledge acceptance of the terms of the grant before the funds will be disbursed. The accounting of the funds will be tracked by the school and reported to the U.S. Department of Education.



Anne Bennett – Owner



Frank Bennett – Owner



Emergency Relief Fund Reporting – Emergency Financial Aid Grants to Students

- 1. On May 29, 2020, The Academy of Cosmetology & Esthetics, NYC LLC signed and returned to the Department the Certification and Agreement and the assurance that the institution has used, or intends to use, no less than 50 percent of the funds received under Section 18004(a)(1) of the CARES Act to provide Emergency Financial Aid Grants to students.**
- 2. The Academy of Cosmetology & Esthetics, NYC LLC received \$51,492.00 from the Department pursuant to the institution's Certification and Agreement [for] Emergency Financial Aid Grants to Student.**
- 3. The Academy of Cosmetology & Esthetics, NYC LLC distributed the following amount of Emergency Financial Aid Grants to students under Section 18004(a)(1) of the CARES Act;**
 - On June 29, 2020, \$51,492.00 will be distributed to 30 students as Emergency Financial Aid Grants under Section 18004(a)(1) of the CARES Act.**
- 4. 30 students have received an Emergency Financial Aid Grant to students under Section 18004(a)(1) of the CARES Act.**