

Fourth Quarter Report as of December 30, 2021

HIGHER EDUCATION EMERGENCY RELIEF FUNDS HEERF II and HEERF III

Coronavirus Response and Relief Supplemental Appropriations Act 2021 (CRRSAA) (a)(4)

and

American Rescue Plan Act 2021 (ARP) Section (a)(4)

We are excited to report that Phagans School of Hair Design has applied and was approved for the Coronavirus Response and Relief Supplemental Appropriations Act 2021 (CRRSAA) and American Rescue Plan Act 2021 (ARP) Emergency Financial Aid Grants to Students!! We have signed and returned to the Department of Education the Certification and Agreements, and we have given the assurance that Phagans School of Hair Design will use the applicable amount of funds designated under the CRRSAA 314(a)(4) and ARP (a)(4) programs to provide Emergency Financial Aid Grants to Students.

Our CRRSAA allocation for Emergency Financial Aid Grants to Students is \$185651. Our ARP allocation is \$108833. We applied for and received the supplemental ARP HEERF III funds in August 2021. Our new total of CRRSAA & ARP grant funds is \$294484. We drew down and distributed \$145036 to our eligible students in August 2021. As of this date, all checks have been cashed except two. We have voided one check with no contact from student. We are waiting for the last check to be cashed by one student. We have added the voided check amount of \$1436 to the second round of student funds.

We have also drawn down \$90551 in our second round of student grant funds in December 2021. We added \$1436 to this amount from left over Round One funds. There was one voided a check after no contact with that student. There were 76 total eligible students in two cohorts. We determined that there were 36 eligible students with a zero EFC in the first cohort. We divided \$51696 by 36 eligible students. We issued each student a check for \$1436. There were additional funds left over after the 0 EFC student cohort. We determined there were 40 students with an EFC from 1 to 3914 in 2nd cohort. We divided \$40291 by 40 students, and we issued those students a check for \$1007.28. We drew down the second round of funds on December 20, 2021, and sent all checks to students by December 30, 2021.

To determine eligible students for this second round of funding; we were required to prioritize our students that have “exceptional need” such as students who receive Pell Grants and have a zero EFC. Our method to determine how many students qualified was to examine which students met the criteria in the 20/21 and 21/22 award years, and who had been enrolled any time from July 1, 2021 through December 20, 2021. We started with July 1, 2021, as we had already disbursed round one HEERF II & III funds to zero EFC students in August 2021 that met that criteria. We also disbursed HEERF I funds to students that were affected by the pandemic when our school went to temporary distance education from March 2020 to May 2020. We have disbursed student grant funds only to students that have not had HEERF grant funds already disbursed to them previously.

Our instructions to students regarding this grant were to inform them of the federal requirement that the grant funds are for students to use for any component of the student’s cost of attendance or for emergency costs that arise due to the coronavirus, such as tuition, food, housing, health care (including mental health care) or childcare. We asked our students to return a signature form for their file that acknowledges when they receive the grant funds for tracking purposes and reporting requirements.

We are currently tracking which student checks have been cashed as of this date. Currently, 54 students out of 76 have cashed their checks. We will follow up with students that haven’t cashed their checks and attempt to contact them.