

Federal Student Financial Aid Penalties for Drug Law Violation

Jung Tao students are hereby notified that federal guidelines mandate that a federal or state drug conviction can disqualify a student for Federal Student Aid funds. Convictions only count if they were for an offense that occurred during a period of enrollment for which the student was receiving Title IV aid. A conviction that was reversed, set aside, or removed from the student’s record does not count, nor does one received when they were a juvenile, unless the student was tried as an adult.

Following is a chart that illustrates the period of ineligibility for FSA (Federal Student Aid) funds. This depends upon whether the drug conviction was for sale or possession and whether the student had previous offenses.

A conviction for sale of drugs includes convictions for conspiring to sell drugs.

| POSSESSION OF ILLEGAL DRUGS: | | SALE OF ILLEGAL DRUGS: | |
|------------------------------|---------------------------------|------------------------|---------------------------------|
| Offense | Period of Suspension | Offense | Period of Suspension |
| 1st Offense | 1 Year from Date of Conviction | 1st Offense | 2 Years from Date of Conviction |
| 2nd Offense | 2 Years from Date of Conviction | 2nd Offense | Indefinite Period |
| 3+ Offenses | Indefinite Period | 3+ Offenses | Indefinite Period |

If a student was convicted of both possessing and selling illegal drugs, and the periods of ineligibility are different, the student will be ineligible for the longer period. Students denied eligibility for an indefinite period can regain it only after successfully completing an approved rehabilitation program or if a conviction is reversed, set aside, or removed from the student’s record so that fewer than two convictions for sale or three convictions for possession remain on the record. In such cases, the nature and dates of the remaining convictions will determine when the student regains eligibility.

The Higher Education Opportunity Act of 1965 requires institutions to provide to every student upon enrollment a separate, clear and conspicuous written notice with information on the penalties associated with drug-related offenses under existing section 484(r) of the HEA. It also requires an institution to provide a timely notice to each student who has lost eligibility for any grant, loan, or work-study assistance as a result of penalties under 484(r)(1) of the HEA a separate clear, and conspicuous written notice that notifies the student of the loss of eligibility and advises the student of the ways in which to regain eligibility under section 484(r)(2) of the HEA. You can access a copy of the complete law at here, <https://fsapartners.ed.gov/knowledge-center/fsa-handbook/2020-2021/appendices/appx-g-higher-education-act-1965-table-contents-august-26-2020>, or you can contact the Tao Jung Financial Aid office at finaid@jungtao.edu for additional information.