

TITLE IV CODE OF CONDUCT

Carlson College of Massage Therapy, as a participant in federal loan program, is required by the Department of Education to develop, publish, and enforce a code of conduct. The code of conduct requirements are set forth in the Higher Education Opportunity Act (HEOA) signed into law on August 14, 2008. The below code of conduct applies to all officers, employees, and agents of Carlson College of Massage Therapy (CCMT).

REASON FOR THE POLICY:

The HEOA program participation agreement which must be executed by all colleges and universities participating in Title IV financial aid programs, including student loan programs, requires a code of conduct with which the institution's agents and employees shall comply. Such code must prohibit a conflict of interest with the responsibilities of an agent or employee of an institution with respect to such loans, and include the provisions set forth in HEOA related to conflicts. The law further specified that the code shall be displayed prominently.

BAN ON REVENUE SHARING AGREEMENTS: Neither CCMT, nor any of its officers, employees or agents will enter into any revenue-sharing arrangements with any lender, which is defined by the Higher Education Opportunity Act of 2008, amending the Higher Education Act of 1965, Pub. L#110-315 (2008), (HEOA) as any arrangement between a college and a lender that results in the lender paying a fee or other benefits, including a share of its profits, to the college, or its officers, employees or agents, as a result of the college recommending the lender to its students or families of those students

BAN OF GIFTS; CCMT financial aid office employees (or employees who otherwise have responsibilities with respect to education loans or financial aid) will not accept gifts from any lender, guaranty agency or loan servicer. A 'gift' is defined as any gratuity, favor, discount, entertainment, hospitality, loan, or other item having monetary value of more than a de minimus amount. This prohibition is not limited just to those providers of Title IV loans but includes lenders of private educational loans as well. HEOA does provide for some exceptions related to specific types of activities or literature. This includes:

- *Brochures or training material related to default aversion or financial literacy.
- *Food, training or informational materials as part of training as long as that training contributes to the professional development of those individuals attending the training.
- *Favorable terms and benefits to the student employed by the institution as long as those same terms are provided to all students at the institution.
- *Entrance and exit counseling as long as the institution's staff are in control and they do not promote the services of a specific lender.

*Philanthropic contributions from a lender, guarantee agency or loan servicer unrelated to education loans.

*State education, grants, scholarships, or financial aid funds administered by or on behalf of the State.

BAN ON CONTRACTING ARRANGEMENTS: CCMT financial aid office employees (or employees who otherwise have responsibilities with respect to education loans) will not accept any fee, payment or financial benefit as compensation for any type of consulting arrangement or contract to provide services to or on behalf of a lender relating to education loans.

PROHIBITION AGAINST STEERING BORROWERS: CCMT and its officers, employees or agents will not steer borrowers to particular lenders, or delay loan certifications. This prohibition includes assigning any first-time borrower's loan to a particular lender as part of the award packaging process or through other methods.

PROHIBITION ON OFFERS OF FUNDS FOR PRIVATE LOANS: CCMT and its officers, employees or agents will not request or accept any agreement or offer of funds for private loans. This prohibition includes any offer of funds for loans to students at the institution, including funds for an opportunity pool loan in exchange for providing concessions or promises to the lender for a specific number of loans, or inclusion on a preferred lender list.

BAN ON STAFFING ASSISTANCE: CCMT and its officers, employees or agents will not request or accept any assistance with call center staffing or financial aid office staffing. However, HEOA does not prohibit schools from requesting or accepting assistance from a lender related to:

*Professional development training for financial aid administrators

*Providing educational counseling materials, financial literacy materials, or debt management materials to borrowers, provided that such materials disclose to borrowers the identification of any lender that assisted in preparing or providing such materials.

*Staffing services on a short-term, nonrecurring basis to assist the school with financial aid-related functions during emergencies, including State –declared or federally declared natural disasters, and other localized disasters and emergencies identified by the Secretary.

BAN ON ADVISORY BOARD PARTICIPATION: CCMT financial aid office employees (or employees who otherwise have responsibilities with respect to education loans) shall not serve on or otherwise participate in a lender's or lender affiliate's advisory board or council

SANCTIONS; An employee that violates this Code of Conduct shall be disciplined in a manner consistent with applicable college policies, procedures, or collective bargaining agreements. Disciplinary action may include termination of employment at CCMT.