

<b>SUBJECT:</b>	Title IV Cohort Default Rate (CDR) Notification to Service Members
<b>REVIEWED/REVISED:</b>	01/2021
<b>PURPOSE:</b>	To provide information about institutional reporting process to Service members when Cohort Default Rate (CDR) exceeds national rate.
<b>POLICY OWNER:</b>	Vice President, Institutional Effectiveness

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**POLICY:**

The US Department of Education's Federal Student Aid Office defines a cohort default rate (CDR) as *"the percentage of a school's borrowers who enter repayment on certain Federal Family Education Loan (FFEL) Program or William D. Ford Federal Direct Loan (Direct Loan) Program loans during a particular federal fiscal year (FY), October 1 to September 30, and default or meet other specified conditions prior to the end of the second following fiscal year."*

Nebraska Methodist College's most recent CDR, as well as comparisons to the state and national rates can be found on the [Financial Aid page](#) of the school's website, under the Federal Direct Loans section.

NMC financial aid advisors are available to counsel Service members prior to offering, recommending, arranging, signing-up, dispersing, or enrolling Service members for private student loans. In the event that NMC's CDR exceeds the national rate, NMC financial aid advisors will disclose to Service members NMC's CDR, the percentage of its students who borrow, and how NMC's CDR compares to the national average.