

CARES ACT GRANTS Disclosure

90-Day Report

Mississippi Barber Academy and Academy of Hair Design #1, collectively known as Zametto Enterprises, Inc., received funding from the federal government for a grant under the CARES Act as part of the Higher Education Emergency Relief Fund (HEERF). Zametto Enterprises, Inc. signed and returned the Certification and Agreement required under the CARES Act with its assurance that we will use no less than 50% of the CARES Act funds for Emergency Financial Aid Grants to students.

The total amount allocated from the Higher Education Emergency Relief Fund (HEERF) as part of the CARES Act pursuant to the institution's Certification and Agreement for Emergency Financial Aid Grants was \$208,997. This funding will be distributed as emergency cash grants to eligible students in need who were currently enrolled as of March 9, 2020 to pay for expenses incurred as a result of the necessary shift to remote instruction.

As of June 16, 2020, Zametto Enterprises, Inc. drew down \$51,059 of the available funds from our federal account (G5). The total number of students who have received an Emergency Financial Aid Grant under Section 18004(a)(1) of the CARES Act is MBA forty two (42), \$22,540.92, and Academy of Hair #1, nineteen (19), \$9,186.50 being distributed as of July 28, 2020.

On August 28, 2020, Zametto Enterprises, Inc. drew down \$53,469 for a total of \$104,528 of the available funds from our federal account (G5).

Between September 1 and October 7, 2020 MBA disbursed an additional \$34,441.66 to forty-four (44) students. Academy of Hair Design #1 disbursed \$14,719 to twenty-five (25) students during this time period. This is a total of \$80,888.08 being disbursed with \$23,639.92 left available for future disbursements.

The Department of Education has given colleges and universities discretion to determine how this emergency assistance will be disbursed to eligible students. Understanding that many of our students have experienced financial hardships as a result of the pandemic, Zametto Enterprises, Inc.'s intention is to ensure that students with the most urgent need are the first to receive the emergency grant funds. In accordance with the directive from Education Secretary Betsy DeVos, institutions are to prioritize funding

for those students with the greatest need, while distributing grants as widely as possible for maximum impact. Accordingly, the Academy will distribute grants to eligible students as follows:

Category	Amount
Title IV students	\$5.00 per clocked hour
Title IV students on leave of absence	\$200 per month

With all eligible students receiving their first and/or second CARES Act check(s), Zametto Enterprises, Inc. will implement the additional policy of: Students enrolled on March 9, 2020 will receive a \$500.00 CARES Act check once they complete the basic training class and/or \$500.00 upon graduation. This will continue until all funds are utilized. No application is required for these funds.

In accordance with federal requirements, only students who are Title IV eligible (those who are eligible for federal student financial aid) based on their 2019-2020 FAFSA have an opportunity to receive a grant. Grants cannot be awarded to non-Title IV eligible Students, International Students, DACA Students, and Students who do not meet satisfactory academic progress. Additionally, Zametto Enterprises, Inc. employees are ineligible to receive a CARES grant.

The number of students eligible to participate in programs under Title IV and thus eligible to receive Emergency Financial Aid Grants to students under the CARES Act is estimated as of October 8 2020, to be fifty-seven (50) at MBA and thirty-one (31) at Academy of Hair Design #1.

These grants will not be applied against existing account balances. A check will be issued and mailed to the student's address that was provided on the application that was required to be completed to receive these said funds. Note that a student's Title IV aid eligibility cannot be determined if his or her 2019-20 FAFSA is incomplete, contains errors, or is otherwise flagged for follow-up processes by the Department of Education (such as federal verification). As a result, it is recommended that students complete their 2019-20 FAFSAs at least two weeks prior to the June 30 deadline to allow sufficient processing time for these items. Directions for filing are available on that federal website or you can call 1-800-4FEDAID.

CARES Act grants will be available to eligible students so long as funds are available. Zametto Enterprises, Inc. intention is to assist as many students as possible while being sensitive to need.

We thank you in advance for your patience as we continue to assist our students during these trying times.

We will publish more information as it becomes available.

10-08-20