

Medical Institute of Palm Beach, Inc. Federal Student Loan Code of Conduct

Medical Institute of Palm Beach, Inc. participates in the William D. Ford Federal Direct Loan Program. This program includes the Federal Direct Subsidized Student Loans, the Federal Direct Unsubsidized Students Loans, and the Federal Direct Parent PLUS Loans. As per The Higher Education Opportunity Act (HEOA) of 2008, Medical Institute of Palm Beach, Inc. has developed the following Federal Student Loan Code of Conduct which applies to the officers, employees, and agents of the institution and consists of:

1. A ban on revenue-sharing arrangements with any lender:

Medical Institute of Palm Beach, Inc. has instituted a ban on "revenue-sharing arrangements." The Higher Education Opportunity Act (HEOA) defines "revenue-sharing arrangement" as any arrangement between an institution and a lender under which the lender makes loans to students attending the institution (or to the families of those students), the institution recommends the lender or the loan products of the lender and, in exchange, the lender pays a fee or provides other material benefits, including revenue or profit-sharing, to the institution or to its officers, employees, or agents;

2. A ban on employees of the financial aid office receiving gifts from a lender, guaranty agency or loan servicer: No officer or employee of Medical Institute of Pam Beach, Inc.'s financial aid office (or an employee or agent who otherwise has responsibilities with respect to educational loans) may solicit or accept any gift from a lender, guarantor, or servicer of education loans. 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. However, a gift does not include:

- a. A brochure, workshop, or training using standard materials relating to a loan, default aversion, or financial literacy, such as a brochure, workshop or training;
- b. Food, training, or informational material provided as part of a training session designed to improve the service of a lender, guarantor, or servicer if the training contributes to the professional development of the institution's officer, employee or agent;
- c. Favorable terms and benefits on an education loan provided to a student employed by the institution if those terms and benefits are comparable to those provided to all students at the institution;
- d. Entrance and exit counseling as long as the institution's staff are in control of the counseling and the counseling does not promote the services of a specific lender;

- e. Philanthropic contributions from a lender, guarantor, or servicer that are unrelated to education loans or any contribution that is not made in exchange for advantage related to education loans, and
 - f. State education grants, scholarships, or financial aid funds administered by or on behalf of a State;
3. **A ban on contracting arrangements:** No officer or employee of Medical Institute of Palm Beach, Inc.'s financial aid office (or employee or agent who otherwise has responsibilities with respect to education loans) may accept from a lender, or an affiliate of any lender, any fee, payment, or other 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;
 4. **A prohibition against steering borrowers to particular lenders or delaying loan certifications:** For any first-time borrower, Medical Institute of Palm Beach, Inc. will not assign, through the award packaging or other methods, the borrower's loan to a particular lender. In addition, Medical Institute of Palm Beach, Inc. will not refuse to certify, or delay the certification, of any loan based on the borrower's selection of a particular lender or guaranty agency;
 5. **A prohibition on offers of funds for private loans:** Medical Institute of Palm Beach, Inc. will not request or accept from any lender any offer of funds for private loans, including funds for an opportunity pool loan, to students in exchange for providing concessions or promises to the lender for a specific number of Title IV loans made, insured, or guaranteed, a specified loan volume, or a preferred lender arrangement. An "opportunity pool loan" is defined as a private education loan made by a lender to a student (or the student's family) that involves a payment by the institution to the lender for extending credit to the student;
 6. **A ban on staffing assistance:** Medical Institute of Palm Beach, Inc. will not request or accept from any lender any assistance with call center staffing or financial aid office staffing, except that a lender may provide professional development training, educational counseling materials (as long as the materials identify the lender that assisted in preparing the materials), or staffing services on a short-term, nonrecurring basis during emergencies or disasters; and
 7. **A ban on advisory board compensation:** No employee of Medical Institute of Palm Beach, Inc.'s financial aid office (or employee who otherwise has responsibilities with respect to education loans or financial aid) who serves on an advisory board, commission, or group established by a lender or guarantor (or a group of lenders or guarantors) is prohibited from receiving anything of value from the lender, guarantor, or group, except for reimbursement for reasonable expenses incurred by the employee for serving on the board.