IMPORTANT UPDATES regarding federal education policy, FAFSA batch correction processing, and financial aid GE/FVT reporting deadlines.

Secretary McMahon's Vision for ED

Secretary of Education Linda McMahon has outlined a bold vision for the Department of Education (ED), emphasizing reduced federal oversight and a shift toward state control. She discussed further in her speech on March 3rd 2025. Here are some key takeaways:

- **Dismantling Bureaucratic Oversight:** Commitment to reducing federal intervention and streamlining governance.
- State Control & Parental Choice: Prioritizing state-led education oversight and increased parental decision-making power.
- Focus on Workforce Outcomes: Aligning postsecondary education with job market demands for measurable student benefits.

Potential Impact on Financial Aid: While details remain unclear, possible changes to federal aid policies may emerge as the administration evaluates ED's budget, staffing, and operations.

Read more: NASFAA: 'Our Department's Final Mission' – McMahon Outlines Vision for ED | Linda McMahon Secretary of Education Email to ED

FAFSA Batch Corrections Now Live

The Department of Education (ED) has launched batch corrections processing for the 2024-25 and 2025-26 FAFSA cycles following a successful beta testing phase. This is the first time batch corrections have been available since FAFSA Simplification was implemented.

- Batch Processing Began: February 27 at 12:01 p.m. ET—any files submitted before this were cleared and not processed.
- **Beta Testing Success:** ED processed 16 batch files covering 200+ records across both award years.
- Guidance for Institutions:
 - Batch correction procedures differ from the legacy Central Processing System (CPS).
 - Refer to <u>Volume 3</u> & <u>Volume 5</u> of the 2025-26 FAFSA Specifications Guide for tips and troubleshooting.

ISIR Processing Update:

- Some ISIRs were issued with blank Student Aid Indexes (SAIs) and "No Reject" codes.
- Schools do not need to take action—ED is addressing the issue by assigning Reject Code 68 & Comment Code 329, followed by reprocessing.

• Updated ISIRs will include calculated SAIs once the fix is implemented.

Read more: NASFAA: ED Begins Processing FAFSA Batch Corrections

GE/FVT Reporting Deadline Extended to September 30, 2025

ED has extended the Gainful Employment (GE) and Financial Value Transparency (FVT) reporting deadline again, to September 30, 2025.

• **New Deadline:** September 30, 2025, allowing institutions more time to submit or revise GE/FVT data.

• Reasons for Extension:

- Ongoing technical and operational issues in the reporting process.
- Submission challenges and errors due to ED processing delays.

• Impact on Institutions:

- Previously submitted Completers Lists reverted to draft status in NSLDS on February 17, 2025, for corrections.
- Institutions can review and fix inaccuracies in reported data.
- As a result of technical and operational fixes ED is still working to resolve with the GE/FVT reporting process, ED will not produce any GE/FVT metrics prior to September 30, and will "take no enforcement or other punitive actions" against institutions.

Read more: NASFAA: ED Extends GE/FVT Institutional Reporting Deadline

CASFAA encourages members to stay informed and access available resources as necessary, we will continue to monitor these developments as they arise.

Also, if you are interested in joining the CASFAA Federal Issues Committee, please complete the attached Google form.