



OAKLAND
COMMUNITY
COLLEGE

Orchard Ridge Campus
27055 Orchard Lake Road, Farmington Hills, MI 48334-4579

(810) 471-7500 Fax:(810) 471-7544

August 30, 1995

Lori Gellings
Deloitte and Touche
Plaza North, Suite 260
Saginaw, MI 48604-2691

Dear Lori :

As part of your recent audit visit to Oakland Community College, you requested that the College calculate a withdrawal rate based on a formula determined by the Federal Department of Education (see attached). The formula was applied to all four terms within the 1994-95 academic year. Given this formula, the College's withdrawal rate is as follows:

Summer 94	At the beginning	4,617		
	Graduated	112		
	At the end	3,776		
	100% Withdrawal	729	15.8%	
Fall 94	At the beginning	26,664		
	Graduated	303		
	At the end	22,949		
	100% Withdrawal	3,412	12.8%	
Winter 95	At the beginning	24,501		
	Graduated	737		
	At the end	21,120		
	100% Withdrawal	2,644	10.8%	
Spring 95	At the beginning	14,578		
	Graduated	313		
	At the end	12,828		
	100% Withdrawal	1,437	9.9%	

These figures indicate that the College's withdrawal rate is well within the federal guideline of 33%. If you have any questions concerning this information, please do not hesitate to contact me at (810) 471-7746.

Sincerely,

Martin A. Orlowski,
Director, Institutional Planning & Analysis

pc: Dr. Patsy J. Calkins, Chancellor
Dr. Daniel A. Jaksen, Vice-Chancellor for Planning & Development
Julie Ray-Tobin, Director of Financial Aid

Performed By _____ Comments, References _____

Suggested Audit Procedures

- a. Review the institution's pro-credible information indicat
- b. Ascertain whether any repor-Inspector General.

Post-it* Fax Note	7671	Date	8/17	# of pages	1
To	Marty Orłowski	From	Lori Gelling		
Co./Dept.	OCC	Co.	DET		
Phone #		Phone #			
Fax #		Fax #			

2.68

11. Compliance Requirement

ED considers it an indication of an institution's impaired capability of properly administering Title IV, HEA programs if:

- The cohort default rate on loans made under the Stafford and SLS programs to students for attendance at that institution exceeds 25%;
- The default rate on loans made under the Perkins Loan program to students for attendance at that institution exceeds 15% of the principal of all those loans that have reached the repayment period; or
- For an institution that has a common academic year for a majority of its students, more than 33% of the regular students who are enrolled on the first day of classes of an academic year withdraw from enrollment at that institution during that academic year (34 CFR 668.16).

Suggested Audit Procedures

- a. Ascertain whether the student withdrawal rate exceeded 33 percent. The formula is as follows:

Withdrawal Rate:

$$\frac{\begin{matrix} \text{Number of regular students at the beginning} \\ - \text{Number of those students who graduated} \\ - \text{Number of regular students who received 100\% funds} \\ - \text{Number of those students at the end*} \end{matrix}}{\text{Number of students at the beginning}} = \%$$

Represents number of students remaining in school at the end from the same student population at the beginning. New starts should not be included in the formula.

This formula applies to all institutions regardless of their academic year, i.e., "common," or "noncommon" academic year (34 CFR 668.16).

7.10-5

oax

Auditors 1530

Lori

Oakland Community College
College Withdrawal Rate*

Summer 94

At the beginning	4,617	
Graduated	112	
AT the end	3,776	
Withdrawal	729	15.8%

Fall 94

At the beginning	26,664	
Graduated	303	
AT the end	22,949	
Withdrawal	3,412	12.8%

Winter 95

At the beginning	24,501	
Graduated	737	
AT the end	21,120	
Withdrawal	2,644	10.8%

Spring 95

At the beginning	14,578	
Graduated	313	
AT the end	12,828	
Withdrawal	1,437	9.9%

* Based on federal definition.