

Social Security Number \_\_\_\_\_

**REQUEST FOR A WILLIAM D. FORD FEDERAL**  
**DIRECT STUDENT LOAN**  
**2002-2003 Application**  
**SUMMER**

- 1) I wish to apply for a Direct Student Loan in the amount of: \$ \_\_\_\_\_ (or) **Increase** \$ \_\_\_\_\_  
(See back of form)
- 2) I plan to graduate from Monroe Community College: Month \_\_\_\_\_ Year \_\_\_\_\_ (**Dates required**)
- 3) I will be attending Monroe Community College: (**Please indicate full time or part time status**)
- |              |                 |                 |
|--------------|-----------------|-----------------|
| Summer 2002  | Full Time _____ | Part Time _____ |
| Fall, 2002   | Full Time _____ | Part Time _____ |
| Spring, 2003 | Full Time _____ | Part Time _____ |
- 4) **I am requesting a loan for the Summer 2002 semester only.**
- A) There is a separate loan application to apply for the Fall 2002 and Spring 2003 semesters.
- B) **A summer loan will reduce eligibility for Fall, 2002 and Spring, 2003 loans.**
- 5) While in school I will live: With Parents \_\_\_\_\_  
Off Campus/Not With Parents \_\_\_\_\_

**Requirements that must be completed before loan will be completely processed:**

- a) **Must** complete **all 5** of the above questions.
- b) **Must** complete a **2002-2003 FAFSA** application and **submit** it to the Department of Education.
- c) **Must** be in attendance 6 credit hours or more per semester.
- d) **Must** have a "Rights and Responsibility" document from **Loan Counseling on file**.

Please return completed loan application to the Financial Aid Office at Brighton Campus or Damon City Campus. **You will be notified of approval/denial by mail.** If approved, you will be sent a confirmation of the loan amount, promissory notes and additional instructions regarding loan counseling.

Student Name (printed): \_\_\_\_\_

Social Security Number: \_\_\_\_\_ Phone Number: \_\_\_\_\_

Mail Address: \_\_\_\_\_ City/State/Zip: \_\_\_\_\_

**Student Signature:** \_\_\_\_\_ **Date:** \_\_\_\_\_

## How Much Can Students Borrow?

The **maximum** amount a student can request **each academic year** for the Direct Student Loan Program is:

	<u>Dependent *</u> <u>Student</u>	<u>Independent **</u> <u>Student</u>
1 <sup>st</sup> year undergraduate	\$2,625	\$6,625
2 <sup>nd</sup> year undergraduate	\$3,500	\$7,500

(2<sup>nd</sup> year undergraduate **must have earned 24 credits towards degree** prior to the period of the loan.)

\* A **dependent** student is one who does not meet any of the criteria for an independent student.

\*\* An **independent** student is one of the following: a student who is at least 24 years old, married, a graduate or professional student, a veteran, an orphan, a ward of the court, or someone with legal dependents other than a spouse.

- The amount a student can borrow is **also limited by:** the student's school costs, other financial aid the student may receive and (in the case of Direct Subsidized Loans) the student's Expected Family Contribution as derived from the Free Application for Federal Student Aid.
- All Direct Loans have an origination fee of 3% that is subtracted proportionately from each loan disbursement. This money goes to the federal government to help reduce the cost of supporting these low-interest loans.
- All loans are disbursed in two equal installments, one at the beginning of the loan period and one at the mid-point of the loan period.

**Federal Direct SUBSIDIZED Stafford/Ford Loans** – The federal government pays the interest on these loans while students are in school at least half time and during certain periods, such as grace and deferment (a postponement of repayment). Students must demonstrate financial need to receive this type of loan. (MCC determines financial need based on the information provided on a financial aid application.)

**Federal Direct UNSUBSIDIZED Stafford/Ford Loans** – Students can get these loans regardless of financial need. Students can defer payment of the principle but are responsible for all interest charges while in school.

## What is the interest rate for direct loans?

Interest rates are variable and are adjusted each year on July 1. The maximum interest rate for Direct Subsidized and Unsubsidized Loans is 8.25%.