



OFFICE OF FINANCIAL AID

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2016-2017 Federal Direct Student Loan Request Form

Table with 4 columns: Student's Last Name, Student's First Name, Student's SSN, Student's FCC ID#



Your 2016-17 Financial Aid Award Notification includes Estimated Federal Direct Loan(s). YOU ARE NOT REQUIRED TO BORROW A STUDENT LOAN! BY SUBMITTING THIS FORM, YOU ARE APPLYING FOR A DIRECT STUDENT LOAN. ALL STEPS MUST BE COMPLETED IN ORDER TO COMPLETE THE PROCESS. A LOAN MUST BE REPAID WITH INTEREST! This application requires pages 1-3 to be fully completed and returned to the Financial Aid Office for processing prior to the following deadlines: Fall - December 1, 2016; Spring - April 28, 2017; Summer - July 1, 2017

- 1. Phone Numbers: Home \_\_\_\_\_ Cell \_\_\_\_\_
2. When do you expect to complete your FCC degree? Month \_\_\_\_\_ Year \_\_\_\_\_
3. According to my NSLDS Worksheet (see page 2) my total outstanding Federal Student Loan Debt is \$ \_\_\_\_\_
4. Complete Federal Direct Loan Entrance Counseling www.studentloans.gov - Required for all new FCC loan requests
5. Have you completed the Federal Direct Loan Master Promissory Note (MPN)?
6. Expected number of credits (write FT if 12 or more): Fall 2016 \_\_\_\_\_ Spring 2017 \_\_\_\_\_ Summer 2017 \_\_\_\_\_
7. Using the Requested Loan Amount Worksheet (see page 2) review your educational costs and all other aid prior to determining the amount you are requesting to borrow for the loan period you checked below.

LOAN PERIOD check only ONE box per request [ ] Fall/Spring [ ] Fall Only [ ] Spring Only [ ] 2017 Summer Only

Requested Loan Amount to Borrow at FCC \$ \_\_\_\_\_

- 8. During the loan period checked above where will you be living? With Parent?
9. Do you, your spouse, or a parent (if dependent) live in military housing or receive BAH?
10. Did you request ALL previously attended colleges to provide your "official" college transcripts to FCC for credit evaluation
11. I completed and signed and returned the Borrower Statement of Understanding (page 3) - Keep a copy for your records
12. I reviewed the annual borrowing limits and sample loan repayment schedule provided (see page 4)

Student's Signature \_\_\_\_\_

Date \_\_\_\_\_



**NSLDS Worksheet - Use to determine the amount of previous loan debt:**

Using your FSA ID log into NSLDS [www.nsls.ed.gov](http://www.nsls.ed.gov) – Click on **Financial Aid Review**. Follow log in steps required to review and determine previous federal loan debt.

- How much have you already borrowed? My total loan debt is? \$\_\_\_\_\_
- How much of the total is subsidized? \$\_\_\_\_\_
- How much of the total is unsubsidized (accrues interest while in school)? \$\_\_\_\_\_

**Requested Loan Amount Worksheet - Use to determine Requested Loan Amount:**

Expected Cost of Tuition and Fees/Books and Supplies and school related expenses: \$\_\_\_\_\_

Subtract all grants and scholarships used to cover Total Education costs (**this is free money**):

\$\_\_\_\_\_ -

**FCC does not encourage you to borrow more than you need to cover your expenses**

Amount to Borrow: \$\_\_\_\_\_ =

**Additional Requested Information:** During the life cycle of your federal loan application there can be errors that delay processing, or after you are no longer enrolled at FCC we may need to provide you with important information. Please provide the following information:

**Citizenship Status (Please check one of the following):**

U.S Citizen (Native) \_\_\_\_\_

U.S. Citizen (Naturalized) \_\_\_\_\_

Eligible Non-Citizen \_\_\_\_\_

**Personal email account:** \_\_\_\_\_

**Personal Reference Information (i.e. Parent, Guardian, or Relative):**

**Name:** \_\_\_\_\_

**Street Address:** \_\_\_\_\_

**City, State, Zip Code:** \_\_\_\_\_

**Relationship to Student Borrower:** \_\_\_\_\_

Student Loan Borrower Signature \_\_\_\_\_ FCC ID \_\_\_\_\_

*Frederick Community College prohibits discrimination against any person on the basis of age, ancestry, citizenship status, color, creed, ethnicity, gender identity and expression, genetic information, marital status, mental or physical disability, national origin, race, religious affiliation, sex, sexual orientation, or veteran status in its activities, admissions, educational programs, and employment.*



## Borrower Statement of Understanding

**(Check Mark Each Statement and Sign Below)**

- I understand that I am **not** required to borrow a loan unless I choose to do so to assist with my educational related costs at FCC
- I understand that there are deadlines to apply for a loan based on my enrollment term to allow ample processing time (this date is usually 2 weeks prior to the end of each term)
- I understand that a loan must be repaid
- I understand that the loan limits are set by the federal government and administered by FCC and that completion is important and this is why FCC would request all transfer credits be “officially” evaluated
- I understand that FCC must have a valid address on file with the Welcome and Registration Center or my loan cannot be submitted for processing
- I understand that I must meet all federal and institutional eligibility and academic standards to receive a loan
- I understand that I must have a valid signed Federal Direct Loan Master Promissory Note (MPN) and that I complete the MPN at [www.studentloans.gov](http://www.studentloans.gov)
- I understand that I must complete Federal Direct Loan Entrance Counseling for FCC and that I complete the Entrance Counseling at [www.studentloans.gov](http://www.studentloans.gov)
- I understand that I must be taking at least six (6) credits required of my degree to apply for a loan
- I understand that once my loan is awarded that I must accept, reduce or decline the award through my Peoplesoft Self-Service
- I understand that after I accept the loan FCC must submit the information to Direct Lending before my loans proceeds can be released to my account
- I understand that I must maintain six (6) credit hours at the time the loan is ready to be disbursed to my student account
- I understand that FCC has a schedule to release funds to student accounts and that I will receive an email at the time the funds are released to my account and this is referred to as disbursement, if I wish to reduce or cancel my loan I must follow the steps outlined in the disbursement email
- I understand that if I am a first year, first time borrower at FCC my loan proceeds will not be disbursed to my account until 30 days past the first day of classes
- I understand that my student loan will be disbursed in two (2) equal payments and that the second disbursement cannot happen until the midpoint of my loan period
- I understand that an unsubsidized loan accrues interest while I am enrolled in school
- I understand that I can review my outstanding Federal Student Loans on the National Student Loan Database System (NSLDS) [www.nsls.ed.gov](http://www.nsls.ed.gov)
- I understand that if my address changes during or after I leave FCC that I will notify FCC and my lender of the address change
- I understand the interest rate on my loan is set by the federal government on July 1st each year and as of July 1, 2015 the interest rate is fixed at 4.29%
- I understand that there is a loan origination fee of 1.068% charged by the Department of Education and I have estimated the fee in my loan request (i.e. \$1,000 loan requested minus 1.068% fees = \$990 disbursed to student account) The loan origination fee is subject to change on October 1, 2016
- I understand that I must attend classes through the entire semester or I may be subject to a recalculation of my federal student loan which may result in a return of loans funds creating a debt to FCC
- I understand that when I drop below half-time (6 credits) I must complete Federal Loan Exit Counseling at [www.nsls.ed.gov](http://www.nsls.ed.gov)

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Signature

FCC ID

Date

**Use the following chart as a guideline to determine Estimated Loan Repayment Amount:**

Standard Repayment Plan: The following chart will help you estimate the repayment amount of a student loan. The standard repayment term is 10 years, which means you'll make 120 payments until the loan is paid off. Approximate monthly payments and total accrued interest is indicated below.

Loan Amount	# of Payments	4.66% Interest Rate	
		Payment	Interest
\$5,000	120	\$52	\$1,265
\$10,000	120	\$104	\$2,529
\$15,000	120	\$157	\$3,794
\$20,000	120	\$209	\$5,059
\$25,000	120	\$261	\$6,323
\$30,000	120	\$313	\$7,588
\$35,000	120	\$365	\$8,853
\$40,000	120	\$418	\$10,117
\$45,000	120	\$470	\$11,382
\$50,000	120	\$522	\$12,647
\$55,000	120	\$574	\$13,912

There are award year annual borrowing limits as well as aggregate loan limits for your entire undergraduate studies. FCC will review prior loan history when determining your loan eligibility. We strongly recommend that you have all possible transfer credits evaluated by submitting your "official" academic transcript(s) to FCC's Welcome and Registration Office as soon as possible. FCC can only award loans up to the maximum grade level 1 (freshman 0 -27 credits earned toward degree) or grade level 2 (sophomore 28 or more credits earned toward degree). FCC may deny a loan on a case by case basis. Notification will be sent to you and you will have to right to appeal this decision and may need to provide additional paperwork. All information related to the Federal Direct Student Program can be found on the Federal Student Aid website at [www.StudentLoans.gov](http://www.StudentLoans.gov).

<b>Maximum Annual Loan Limits Chart – Subsidized and Unsubsidized Stafford Loans</b>		
<b>Interest rates are set annually on July 1 by the government the current interest rate as of July 1, 2015 through June 30, 2016 is fixed at 4.29% for both subsidized and unsubsidized loans. This rate is expected to change July 1, 2016.</b>		
<b>Grade Level</b>	<b>Dependent Undergraduate</b>	<b>Independent Undergraduate</b>
<b>Grade Level 1</b> (0-27 credits completed)	<b>\$5,500</b> - No more than <b>\$3,500</b> of this amount may be in subsidized loans.	<b>\$9,500</b> – No more than <b>\$3,500</b> of this amount may be in subsidized loans.
<b>Grade Level 2</b> (28 credits completed)	<b>\$6,500</b> - No more than <b>\$4,500</b> of this amount may be in subsidized loans.	<b>\$10,500</b> – No more than <b>\$4,500</b> of this amount may be in subsidized loans.
Third and beyond (each year) – FCC <b>cannot process loans at this level.</b>	<b>\$7,500</b> - No more than \$5,500 of this amount may be in subsidized loans.	<b>\$12,500</b> – No more than \$5,500 of this amount may be in subsidized loans.
<b>Maximum Total Aggregate Debt</b> from Stafford Loans to complete entire Undergraduate Degree	<b>\$31,000</b> – No more than \$23,000 of the amount may be in subsidized loans.	<b>\$57,500</b> - No more than \$23,000 of this amount may be in subsidized loans.