



2006-2007

FEDERAL SUBSIDIZED/UNSUBSIDIZED STAFFORD AND PARENT LOAN INFORMATION

I. INITIAL REQUIREMENTS

In order to apply and become eligible for a Federal Stafford Loan, you must follow the steps below:

1. Complete and submit the Free Application for Federal Student Aid (FAFSA). Phoenix College (code 001078) must be listed as a school of choice on the application.
2. Submit all documents requested by the Phoenix College Financial Aid Office, along with a Stafford Loan Request form.
3. **All first-time Stafford Loan borrowers at Phoenix College must complete an entrance loan counseling session at www.pc.maricopa.edu/fAid before a loan application will be processed.**
4. You must be enrolled in a minimum of six credit hours in a semester or in a summer session to be considered for a Federal Stafford Loan.
5. Provide the Admission and Records Office with your current address.

II. FEDERAL SUBSIDIZED STAFFORD LOAN

1. The Federal **Subsidized** Stafford Loan is a need based loan to help pay for the cost of your education beyond high school.
2. It is a low interest, variable rate loan on which the federal government pays the interest to the lender during your enrollment in school, during the six-month grace period immediately following when enrolled at least half-time and other authorized periods called deferments or forbearance, when payments may be postponed.

III. FEDERAL UNSUBSIDIZED STAFFORD LOAN

1. The Federal **Unsubsidized** Stafford Loan is a low interest loan which may be available to students who do not qualify for a Federal Subsidized Stafford Loan, who qualify for less than the full annual amount, and/or students considered independent for financial aid purposes.
2. The student is responsible for paying all interest throughout the life of the loan. The federal government does NOT pay interest to the lender on your behalf.
3. The student may pay the interest while in school or have the interest capitalized (added to the principal balance of the loan).
4. A student may be eligible to receive both Federal Subsidized and Federal Unsubsidized Stafford Loans, but the total of both loans may not exceed the federal annual loan limits.

V. FEDERAL PARENT LOAN FOR UNDERGRADUATE STUDENTS (PLUS)

1. A PLUS is a variable interest rate installment loan to help parents or legal guardians pay for their dependent student's post secondary education.
2. To apply, your parents must complete a **separate PLUS application**, available in the Financial Aid Office.

IV. LOAN AMOUNTS

1. Freshman students (0 through 29 earned credit hours) may apply for a minimum loan amount of \$200 up to \$2625 in Federal Subsidized and/or Federal Unsubsidized Stafford Loan.
2. Sophomore students (30 or more earned credit hours) may apply for a minimum loan amount of \$200 up to \$3500 in Federal Subsidized and/or Federal Unsubsidized Stafford Loan.
3. Up to the cost of education, minus any aid the student is expected to receive (includes Subsidized/Unsubsidized loans) is available in PLUS to parent's of **DEPENDENT** students.

CONTINUED ON BACK-

VI. LOAN AWARDS/CERTIFICATION/RECEIPT OF LOAN PROCEEDS

1. After all requested documents are provided, you will be sent an award notification from the Financial Aid Office advising of your aid eligibility. Your eligibility is based on previous student loan debts, financial need and academic progress.
2. Your Federal Subsidized and/or Federal Unsubsidized Loan information will be transmitted electronically to Sallie Mae (a loan guarantee agency) and you will receive notification with instructions on how to access and complete your loan application/promissory note via the internet. Your prompt attention in following the instructions will insure that Phoenix College receives your student loan funds in a timely manner.
3. PLUS applications will be mailed to your lender. Within approximately 30 days, the lender will mail a check to Phoenix College and the Cashier's Office will make contact with the parent.
4. Disbursement dates indicated on the Federal Subsidized/Unsubsidized Loan application are the dates the lender may begin electronic funds transfer (EFT) of your student loan proceeds to Phoenix College. Once the Financial Aid Office completes necessary processing, eligible proceeds will be credited to your account to pay outstanding tuition/fees/book expenses. The Cashiers Office will mail the remaining balance of loan proceeds, via a check, to you, providing you meet all requirements to receive the funds. Please allow a minimum of five business days for the funds to be available.
5. **Loan proceeds are disbursed in at least two installments within the loan period.** In general, for students who have previously borrowed under the Federal Stafford Loan programs (and have outstanding balances), the initial disbursement is scheduled close to the beginning of the loan period, but may be later in the semester depending on when the loan request form and promissory note are processed. **For freshman, first-time, Federal Stafford Loan borrowers, the initial disbursement will be scheduled at least 30 days after the beginning of the loan period.** The second disbursement will be no earlier than the midpoint of the loan period. Each disbursement may NOT exceed one-half of the total approved loan.
6. Enrollment in courses with different starting dates may delay receipt of loan funds until the student is actually attending all courses or the level of enrollment that the loan was based on.
7. Subsequent loan disbursements will be cancelled at any point during the loan period, if a student falls to less than half-time enrollment.

VII. LENDERS

The following is a list of Arizona lenders who participate in the Federal Stafford Loan/PLUS programs. Choose a lender and indicate your choice in number 6 on the Stafford Loan Request Form.

| <i>Lender</i> | <i>Lender Code</i> | <i>Telephone Number</i> | <i>Origination Fee</i> | <i>Guarantee Fee</i> | <i>Website</i> |
|-----------------------------------|--------------------|-------------------------|------------------------|----------------------|--|
| College Loan Corp | 833733 | 1-888-272-5543 | 3% | 1% | www.collegeloan.com |
| Wells Fargo | 807176 | 1-888-272-5543 | 0% | 1% | www.wellsfargo.com |
| CHASE | 811925 | 1-881-272-5543 | 0% | 1% | www.chasestudentloans.com |
| Colledge Loans | 833487 | 1-888-272-5543 | 0% | 1% | www.colledgeloans.com |
| Citibank | 826878 | 1-888-272-5543 | 0% | 1% | www.studentloan.com |
| AMS | 833067 | 1-888-272-5543 | 0% | 0% | www.TuitionPay.com |
| Southwest Student Services/AELMAC | 830630 | 1-888- 272-5543 | 0% | 0% | www.sssc.com |
| Bank Of America & SA | 801871 | 1-888-272-5543 | 0% | 1% | www.bankofamerica.com/studentbanking.com |
| FinanSure | 834204 | 1-888-272-0543 | 0% | 1% | www.finansurestudentloans.com |

Return this form to the Phoenix College Financial Aid Office
 1202 W. Thomas Road ♦ Phoenix, Arizona 85013 ♦ (602) 285-7410 ♦ Fax (602) 285-7425
www.pc.maricopa.edu/faid



2006-2007 FEDERAL STAFFORD LOAN REQUEST

PLEASE PRINT

Student's Last Name _____

Student's First Name _____

Student's Social Security Number _____

PLEASE READ THE "FEDERAL STAFFORD LOAN GENERAL POLICIES AND PROCEDURES", PRIOR TO COMPLETING THIS FORM.

- Period for which the loan is being requested (loans are disbursed in two installments within the loan period):
 8/19/2006 to 5/11/2007 (fall and spring)
 8/19/2006 to 12/15/2006 (fall only)
 1/13/2007 to 5/11/2007 (spring only)
- What type of loan do you wish to be considered for (you may check one or both options):
 FEDERAL SUBSIDIZED STAFFORD LOAN: The government pays the interest to the lender during your enrollment in school, during the six-month grace period immediately following separation from school, while you are not required to make payments during other authorized periods called deferments when payments may be postponed.
 FEDERAL UNSUBSIDIZED STAFFORD LOAN: The student is responsible for paying all interest throughout the life of the loan.
- What is the total loan amount you want to borrow: \$ _____ .00
 - Up to \$2625 in Federal Subsidized and/or Unsubsidized Stafford Loan is available to students who have earned 0-29 credit hours.
 - Up to \$3500 in Federal Subsidized and/or Unsubsidized Stafford Loan is available to students who have earned 30 credit hours or more.
 - Up to \$4000 is available in additional Unsubsidized Federal Stafford Loan to INDEPENDENT students, in addition to the amounts indicated above.
- Check the boxes below only if:
 you want to start payment on your current Stafford and prior SLS loans(s)
 you want to pay Federal Unsubsidized Stafford Loan interest while still in school.
- What lender do you wish to borrow this loan from: _____ Code: _____
- What is your driver's license number and state: _____ State: _____
- When do you anticipate you will graduate, transfer from or leave Phoenix College: Month _____ Day _____ Year _____

SIGNATURE AND CERTIFICATION

I understand I will be considered for up to the maximum in Federal Subsidized Stafford Loan before any Federal Unsubsidized Stafford Loan is certified. Transfer credit hours will only be included in determining my freshman or sophomore status, if the transfer credit hours have been evaluated and recorded by the Phoenix College (PC) Admissions and Records Office. All first-time Federal Stafford Loan borrowers at PC MUST attend a loan entrance counseling session at PC before a loan application will be processed. Refer to the handout titled "Federal Subsidized/Unsubsidized and Parent Loan Information".

Student Signature _____

Date _____

Student's daytime phone number, include area code _____

Student's E-mail address _____

FOR FINANCIAL AID USE ONLY

| | | | |
|---|------------------------------------|-----------------------------|-----------------------------|
| Grade Level: <input type="checkbox"/> 1 <input type="checkbox"/> 2 | Budget | SUB | UNSUB |
| 30-Day Delay <input type="checkbox"/> Yes <input type="checkbox"/> No | Federal Aid - Grants, FWS, Perkins | _____ | _____ |
| ZZENT Needed <input type="checkbox"/> Yes <input type="checkbox"/> No | FFELP previously certified and/or | _____ | _____ |
| LOAN PERIOD # OF CR. HRS. | received this same loan period | _____ | _____ |
| <input type="checkbox"/> Fall and Spr _____ / _____ | VA Benefits/AmeriCorps | <u>XXXXXXXXXXXXXXXXXXXX</u> | _____ |
| <input type="checkbox"/> Fall Only _____ | Scholarships | _____ | _____ |
| <input type="checkbox"/> Spring Only _____ | EFC | _____ | <u>XXXXXXXXXXXXXXXXXXXX</u> |
| <input type="checkbox"/> Independent <input type="checkbox"/> Dependent | Unmet Need | _____ | _____ |
| <input type="checkbox"/> Loan Proration | CERTIFIED LOAN AMOUNT | _____ | _____ |
| <input type="checkbox"/> NSLDS Checked | | _____ | _____ |

Certified by _____ Date _____