

The purpose of the Borrow Smart Loan Packet is to equip our students with the understanding and responsibilities of requesting Direct Student Loans for educational purposes. We believe that when students are aware of their loan limits and amount borrowed; they will be more successful managing their financial debt. Included in this packet are requirements and resources that will guide you learning to "Borrow Smart".

Please complete the following and submit the entire packet to the Financial Aid Office.

- Complete the 2016/17 FAFSA
- Submit all required documents to the PSC Financial Aid office in order to complete your FAFSA file
- Be enrolled in 6 or more credit hours
- Print and submit each page of your Student Loan History from the National Student Loan Data System (NSLDS)
- Complete the Loan Request Form
- Submit this entire packet to the Financial Aid office

Name: _____ Student ID#: _____

Date: _____

Student Loan Requirements/Resources

Obtain Your Student Loan History:

Log on to www.nslsds.ed.gov

The National Student Loan Data System (NSLDS) is the U.S. Department of Education's central database for student aid. NSLDS provides students with access to their Title IV loans and grants history.

1. Click on "Financial Aid Review" and log in using your FSA USER ID
2. Print a copy of your loan history, initial each page and submit the original copy with your loan packet (be sure to keep a copy for your records)
 - a. Click File/Print on your browser.
 - b. DO NOT CLICK ON "MY STUDENT DATA DOWNLOAD"**
3. **Based on your current borrowing, circle your estimated total amount to be repaid on the chart below.**

The following sample repayment chart can be used to estimate your loan repayment under the standard repayment plan. It is for estimating purposes only.

STUDENT LOAN REPAYMENT CHART

AMOUNT BORROWED	MONTHLY PAYMENT	# OF MONTHS IN REPAYMENT	TOTAL INTEREST	TOTAL REPAID
\$500	\$50	11	\$16	\$516
\$1,000	\$50	22	\$64	\$1,064
\$3,500	\$50	90	\$971	\$4,471
\$4,500	\$52	120	\$1,714	\$6,214
\$8,000	\$92	120	\$3,048	\$11,048
\$10,000	\$115	120	\$3,810	\$13,810
\$12,000	\$138	120	\$4,572	\$16,572
\$15,000	\$173	120	\$5,714	\$20,714
\$20,000	\$230	120	\$7,619	\$27,619
\$23,000	\$265	120	\$8,762	\$31,762
\$31,000	\$357	120	\$11,810	\$42,810
\$40,000	\$460	120	\$15,239	\$55,239
\$46,000	\$529	120	\$17,524	\$63,524
\$50,000	\$575	120	\$19,048	\$69,048
\$57,500	\$662	120	\$21,905	\$79,405

Figures have been rounded to the nearest whole dollar and represent minimum payments at 6.8% over a minimum of 10 years, and do not include interest that may accumulate during periods of deferment or forbearance. Lower balances may take less than 10 years to repay at the minimum payment of \$50. This chart is for estimating purposes only. Use the Department of Education's online calculator (<http://www.direct.ed.gov/calc.html>) to get a more accurate picture of your monthly payment and the total amount you will pay back based on your specific loan's balance, terms, and the repayment plan you choose.

2016/17 Student Loan Request Form for Continuing Borrowers

Year	Dependent Students (except students whose parents are unable to obtain PLUS loans)	Independent Students (and dependent undergraduate students whose parents are unable to obtain PLUS loans)
First Year (0-30 credit hours attempted)	\$5,500-No more than \$3,500 of this amount may be in subsidized loans.	\$9,500-No more than \$3,500 of this amount may be in subsidized loans.
Second Year (31 and above attempted credit hours)	\$6,500-No more than \$4,500 of this amount may be in subsidized loans.	\$10,500-No more than \$4,500 of this amount may be in subsidized loans.
Lifetime	\$31,000 no more than \$23,000 in subsidized loans.	\$57,500, no more than \$23,000 in subsidized loans.

Name: _____ SSN: _____

Preferred Email Address: _____ Phone: _____

For which semester(s) are you requesting the loan funds? (Check one).

Full Year (Fall/Spring) Fall Only Spring Only Summer Only

Loan amount requested: \$ _____ (Requires a dollar amount)

Check each box to acknowledge that you have read and understand each item.

- Student loans are borrowed money that must be repaid
- Student loans must be used for educational purposes only
- I understand that I must have an eligible major and be enrolled in a minimum of 6 credit hours that apply towards my major.
- Student loans cannot cover non-credit courses.
- I realize that officially or unofficially withdrawing or NOT attending my classes may affect my eligibility for student loans and as a result I would be responsible for any outstanding balance that is owed to PSC.
- Maximum loan eligibility is based upon enrollment, student budget, EFC and annual loan limits.
- I understand that I must maintain SAP {Satisfactory Academic Progress}. If I'm placed on termination due to not meeting SAP I will be responsible for the current or future semester balance.
- Prior to withdrawing from any or all courses, I must notify the Financial Aid office.
- If I borrow a fall/spring loan, I will receive two disbursements- one during the fall semester and the other in the spring.
- All communication regarding loans will be sent to your PSC email address.
- You have the right and option to cancel all or part of the loan disbursement within 14 days of the disbursement date. To do so, please contact Yvette McGhee in the Financial Aid office.

Signature: _____ Date: _____

NOTE: PSC has the right, on a case by case basis, to refuse to certify/originate a student loan.

Counselor's signature: _____ Date: _____

2016/17 Borrow Smart Summary

1. It is YOUR responsibility to officially withdraw from your course(s). It is NOT the school's responsibility to drop you from your courses. If you withdraw after the refund date, you may be responsible for payment of those course(s).
2. If you drop below 6 credits or if you are reported as NOT attending any of your course(s), your loan(s) will either be removed or recalculated. You may be responsible for payment of course(s).
3. Remember to BORROW SMART. Student loans are borrowed money that must be repaid. Additional loan requests will require a new loan request form.
4. The requested loan amount will be disbursed between the subsidized and unsubsidized loans, based on your eligibility for both or one.

CONSEQUENCES OF DEFAULTING ON A STUDENT LOAN

If you don't pay your loans for 270 days, you will be considered in default. Below are some of the consequences to defaulting on your loans.

- You will be ineligible for additional federal aid, which includes grants, student loans and state based assistance.
- You will ineligible for other student loan benefits such as deferment or forbearance.
- You will damage your credit rating, making it more difficult to obtain a car loan, mortgage and possibly employment.
- Your federal and state tax refunds may be withheld and applied to your loan balance.
- Your savings and checking accounts may be seized to pay your debt.
- Your wages can be garnished.
- Your occupational license or certificate may be revoke.

All Direct Stafford and Parent Plus loans will be submitted to the National Student Loan Database System (NSLDS) and is accessible by authorized agencies, lenders and institutions.

Please sign indicating that you've read, understood and agree to all terms and conditions listed in this packet.

Student Signature: _____ Date: _____