



2016-2017 LOAN REQUEST FORM

Return to: Financial Aid Office

100 Purpose Road

Pippa Passes, KY 41844

606.368.6002(F)

606.368.6058(P)

TO BE COMPLETED BY STUDENT:

Last Name: _____ Middle I: _____ First Name: _____

Last four digits of SSN: _____ Student ID (can be found on the front of Award Letter): _____

Instructions:

To request a Federal Student Loan please complete this form in its entirety, be sure to read and check each box on the back to indicate you understand the information. The Financial Aid Office will process and return a revised award letter to you by mail, if a change is warranted. The loan offer must be returned to the Financial Aid Office at ALC to receive the loan funds.

Types of Loans:

Federal Direct Stafford Loans from the William D. Ford Federal Direct Loan Program, are low-interest loans for eligible students to help cover the cost of higher education. These loans include:

- **Direct Subsidized Loans-** Direct Subsidized Loans are for students with financial need which is determined from your Free Application for Federal Student Aid (FAFSA). You are not charged interest while you're in school at least half-time (6+ hrs.); however, interest accrues during grace periods and deferment periods.
- **Direct Unsubsidized Loans-** Direct Unsubsidized Loans are for students and are not based on financial need. This loan like all aid is based on your enrollment and budget. Interest accrues (accumulates) from the time it's disbursed. You can pay the interest while you are in school or you can allow it to accrue and added to your balance.

Loan Eligibility:

- You must be enrolled in a minimum of 6 credit hours.
- Meet all satisfactory academic progress requirements as indicated in the college catalog.
- Complete the FAFSA
- Not be in default on a prior student loan or have an overpayment

Loan Amounts and Limits:

- Loan amounts are based on your enrollment level and financial aid budget. Below are the maximum amounts which you may or may not be eligible for based on the number of hours you are enrolled in and your financial aid budget.
- **Freshman-** \$5500 (0-29 credit hours)
- **Junior-** \$7500 (60-89 credit hours)
- **Sophomore-** \$6500 (30-59 credit hours)
- **Senior-** \$7500 (90-120+ credit hours)

Please read and complete the back side of this form also.

BORROW LOW, BORROW SMART!

Loan Fees:

There is a loan fee on all Direct Stafford Loans. The loan fee is a percentage of the amount of each loan you receive. This fee comes out at the time of disbursements. Entrance Counseling and Master Promissory Notes must be completed before we can disburse. Disbursement is not requested until thirty days after the start of the semester. Refunds are only issued by our Business Department if and when a student has a negative balance on their account. For many students this will not be until the end of the semester after the majority of their work study has been completed. Students who are borrowing enough loan to cover books also will be able to request a book charge slip (to be used in our campus bookstore) from our Business Department during registration only.

Please read the following loan information and INITIAL the line after you have understood the information:

_____ I understand this is a loan and must be repaid to the Department of Education direct loan servicing.

_____ I understand this money is to be used for educational expenses (tuition, fees, books, transportation, room, board, etc...).

_____ I must be enrolled at least 1/2 time (6 credit hrs.) in an eligible program of study, taking courses within my major and be maintaining Satisfactory Academic Progress (SAP).

_____ Repayment begins 6 months after I graduate or am no longer enrolled 1/2 time and I will complete Exit Counseling upon leaving ALC.

_____ I understand that allowing my loans to go into default will make me ineligible to receive any future aid while in default. This could have a negative impact on my credit rating, the department of education may take all or part of my federal and state tax refund, and I may have my wages garnished and accrue collection fees and interest. Do everything you can to avoid loan default, talk to your loan servicer to learn about the many different repayment options, loan deferment and forbearance before allowing your loan to go into default.

_____ I am aware that I must complete Entrance Counseling and a Master Promissory Note at www.studentloans.gov before I can receive any federal direct loans, if I have not previously done so or mine has expired.

Please Select One:

_____ I wish to accept the maximum loan eligibility that I qualify for. *

_____ I wish to only apply for \$_____. 00. *

* Loan amounts are for the whole academic year and will be divided equally. If you will only be attending for one semester you will be eligible for half of the loan amount based on your current year in school.

*Also note that when you request an amount that an origination fee is accessed for the full loan amount. For example, if you request a \$1000.00 only \$990.00 will be sent to the school.

I understand all the information presented to me and want to accept student loans:

Student Signature: _____ **Date:** _____

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