

William D. Ford Federal Direct Loan Facts and Responsibilities

Direct Loan Facts

- Direct Loans are funded by the U.S. Department of Education and must be repaid.
- You must maintain Satisfactory Academic Progress in order to receive loan funds.
- Loan funds will be delivered in two disbursements per loan period.
- Classes that begin late within a semester may delay disbursement of a loan.
- If your enrollment drops below half-time (6 units) you are not eligible for payment.
- Student loans are not dischargeable through bankruptcy.
- You may not receive Federal financial aid from two schools at the same time.
- You are required to reapply for financial aid each year.
- If you withdraw from your classes after receiving Federal financial aid funds, you may be required to return all or a portion of the funds received (including loans).
- If you have defaulted on any Federal education loan and/or owe money on a Federal Pell grant, you are not eligible for financial aid (Direct Loans included).
- You are required to notify the Cañada College Financial Aid Office in writing if you will receive scholarships or grants from sources other than Cañada or of any changes to your enrollment level.

You are Responsible for:

- Completing the online Exit Interview at <https://www.dl.ed.gov> before you graduate, transfer, or drop below half-time enrollment.
- Repaying your loan even if you do not complete your academic program, you are dissatisfied with the education you received, or if you are unable to find employment after you graduate.
- Notifying Cañada College and Direct loan Servicing Center if you:
 - ✓ Move or change my address;
 - ✓ Change my name;
 - ✓ Withdraw from school or drop to less than half-time enrollment;
 - ✓ Transfer to another school;
 - ✓ Fail to enroll or reenroll in school for the period for which the loan was intended;
 - ✓ Change my expected graduation date or graduate.
- Making monthly payments on your loan after your grace period ends, unless you have a deferment or forbearance.



STUDENT LOAN REQUEST FORM

Name _____ G# _____

The Direct Loan Program offers several low-interest loans to College Students who are attending schools participating in the program. The lender is the U.S. Department of Education (the Department) rather than a bank or other financial institution.

I. I request a loan to cover the following period of enrollment for the 20____ - 20____ academic year:

From _____ / _____ / _____ to _____ / _____ / _____
Month Day Year Month Day Year

II. I request the following type of loan (please choose one):

___ The maximum subsidized Stafford loan for which I am eligible.

1st year \$3,500 2nd year \$4,500

___ The maximum unsubsidized Stafford loan for which I am eligible.

1st year \$6,000 2nd year \$6,000

Additional Unsubsidized \$2,000

___ The total maximum subsidized and unsubsidized for which I am eligible.

III. Please read the following statements and sign:

- I understand that this and any other student loan that I may have acquired must be repaid, with interest, and that I may be charged interest on some of my loan funds even while I am in school.
- I understand that I must sign a Master Promissory Note (MPN) to get this loan and that all debts acquired under this MPN are fully enforceable in a court of law.
- I understand that I must notify the Department of Education and the Financial Aid Office immediately if my personal information and enrollment as a student changes and that failure on my part to adhere to the terms and conditions of my loan may result in default and forfeiture of some of the benefits afforded me in this program.
- I understand that I have other rights and responsibilities and that if I am not fully aware of them, I will refer to the Department of Education for this information.

My signature below confirms that I have read the above statements and understand them. My signature also certifies my request for a loan under the Direct Lending program for attendance at CANADA COLLEGE, COLLEGE OF SAN MATEO or SKYLINE COLLEGE.

Signature _____ Date _____

A long term (current term until completion) Student Educational Plan (SEP) and unofficial transcripts from all previous schools attended are required with all Loan Requests Forms. Forms turned in without a SEP and unofficial transcripts will NOT be reviewed.

BUDGET PLANNING WORKSHEET

Student Name: _____ G#: _____
LAST, FIRST M.I

<u>MONEY COMING IN EACH MONTH</u>		
Total Net Income (Per Month): <i>Include take-home pay, unemployment benefits, TANF, SSI, disability benefits, bonuses, self-employment income, interest, dividends, assistance from family members, etc.</i>		\$
Total Expected Financial Aid (Per Month): <i>Include Pell Grant, SEOG, ACG, EOPS, Federal Work Study award, Cal Grant, scholarships, etc – use annual award amount and divide total amount by 9 or 12 to determine the monthly amount you should budget to meet you expenses.</i>		\$
<u>MONEY GOING OUT EACH MONTH</u>		
<i>Fixed Expenses:</i>		
Mortgage or Rent		\$
Savings/Investments - <i>Retirement, emergency, mutual funds</i>		\$
Installment Payments - <i>Include auto, credit card payments and loans</i>		\$
Taxes (not withheld by employer) - <i>Property, income, social security</i>		\$
Insurance - <i>Auto, homeowners, life, health</i>		\$
<i>Variable Expenses:</i>		
Food - <i>Groceries, restaurants, snacks</i>		\$
Utilities - <i>Gas, electricity, garbage, telephone</i>		\$
Home - <i>Furnishings, maintenance, improvements</i>		\$
Transportation - <i>Gas, fares, parking, maintenance</i>		\$
Clothing & Personal Care - <i>New clothes, dry cleaning, hair cuts</i>		\$
Entertainment/Gifts - <i>Recreation, vacation, gifts</i>		\$
Medical/Dental - <i>Not covered by insurance</i>		\$
Child Care		\$
Miscellaneous: _____		\$
<u>Total Expenses</u>		\$
Surplus (+) or Deficit (-)?	Annual (9 or 12 Months)	Monthly
Subtract your estimated expenses from your net income to determine if you have a surplus (extra money) or a deficit (not enough money to cover expenses).	\$	\$