



## Federal Direct Student Loan Request Form 2018-2019

### STUDENT INFORMATION

Student Name \_\_\_\_\_ Student ID : H \_\_\_\_\_

### INITIAL LOAN REQUEST

I would like to borrow a Federal Direct Loan in the amount of:

**Subsidized Loan** \$ \_\_\_\_\_.

*(interest free loan - Please see reverse for subsidized loan limit)*

This loan is for the following loan period:

2018 – 2019 Academic Year       Fall 2018 Only       Spring 2019 Only

**Unsubsidized Loan** \$ \_\_\_\_\_.

*(loan starts accruing interest after the first disbursement )*

This loan is for the following loan period:

2018 – 2019 Academic Year       Fall 2018 Only       Spring 2019 Only

### C. AFFIRMATION

To be eligible for a student loan, I understand that:

- I must file the 2018-2019 Free Application for Federal Student Aid (FAFSA) to determine my student loan eligibility.
- All loan amounts are covered under one promissory note, the Master Promissory Note.
- I will receive a disclosure statement for each loan disbursement from the Loan Servicer; and it will be mailed to my permanent home address. The disclosure statement is the official confirmation of my loan type and amount.
- I must be enrolled at least half-time (six credits or more) and be regularly attending all my classes to be eligible for the student loan. My loan may be cancelled or reduced if I withdraw from Herkimer County Community College either officially or unofficially.
- If my loan has been refunded to me and is subsequently reduced or cancelled that I must repay the amount owed to the college from the cancelled or reduced loan.

Student Signature \_\_\_\_\_ Today's Date \_\_\_\_\_

**Please return your completed application to:**

**Herkimer County Community College \* Financial Aid Office \* 100 Reservoir Road, Herkimer NY 13350.**

**[finaid@herkimer.edu](mailto:finaid@herkimer.edu) Fax: (315) 866-2908**

### MAXIMUM ANNUAL FEDERAL DIRECT STUDENT LOAN LIMITS

Borrower's Academic Level	Dependent Student Sub and Unsub	Independent Student Sub and Unsub
Freshmen Undergraduate (0-29 Earned Credit Hours)	\$3,500 subsidized and additional \$2,000 unsubsidized	\$3,500 subsidized and additional \$6,000 unsubsidized
Sophomore Undergraduate (30+ Earned Credit Hours)	\$4,500 subsidized and additional \$2,000 unsubsidized	\$4,500 subsidized and additional \$6,000 unsubsidized

**NOTE: Students at Herkimer College can only be considered as freshman and sophomores.  
Your total loan amount and other sources of financial aid may not exceed your cost of attendance.**

### STUDENT LOAN TERMINOLOGY

#### Promissory Note

The binding legal document you sign when you get a student loan. It lists the conditions under which you are borrowing and the terms under which you agree to pay back the loan. It will include information about your interest rate and about deferment and cancellation provisions.

#### Subsidized

The government pays the interest which accrues on a borrower's loan while the borrower is in school, grace, or authorized periods of deferment.

#### Unsubsidized

The borrower is fully responsible for paying the interest that accrues on the loan. Interest on an Unsubsidized Loan accrues from the date of disbursement and continues throughout the life of the loan.

#### William D. Ford Federal Direct Loan Program

Also referred to as the Direct Loan Program, is a federal program that provides loans to student and parent borrowers directly through the U.S. Department of Education. The loans are Federal Direct Subsidized Loans, Federal Direct Unsubsidized Loans, Federal Direct PLUS Loans, and Federal Direct Consolidation Loans.

#### \*\*Subsidized Usage Limitations Allocation – SULA

Federal regulations limit a borrower's eligibility for Federal Direct Subsidized Loans to a period not to exceed 150 percent of the length of the student's educational program. Generally speaking, for a two year Associate program, a student may only receive three years of Federal Direct Subsidized Loans as a full time student.

### TYPICAL REPAYMENT PLANS

This chart shows estimated monthly payments and total interest charges using an unsubsidized loan interest rate of 6.8% over a typical 10-year repayment period.

Total Amount of Loan	Number of Payments	Monthly Payment	Total Interest Charges	Total Repaid
\$1,000	22	\$50	\$64.35	\$1,064.35
\$2,500	59	\$50	\$447.83	\$2,947.83
\$3,500	90	\$50	\$971.02	\$4,471.02
\$4,500	120	\$51.79	\$1,714.80	\$6,214.80
\$5,000	120	\$57.54	\$1,904.80	\$6,904.80
\$6,000	120	\$69.05	\$2,286.00	\$8,286.00
\$7,500	120	\$86.31	\$2,857.20	\$10,357.20
\$10,000	120	\$115.08	\$3,809.60	\$13,809.60
\$10,500	120	\$120.83	\$3,999.60	\$14,499.60