

Dependent Student Request for Additional Federal Stafford Unsubsidized Loan 2009-2010 Academic Year

Please Note: Prior to completing this form, you must have submitted a FAFSA for 2009-2010. This completed form must be submitted no later than 7 days prior to the end of the enrollment period.

1. Please indicate the reason why you are applying for an Additional Federal Stafford Unsubsidized Loan by checking one of the reasons below.

- My parent applied for a Federal Parent PLUS Loan for this current academic period and was denied
- My parent is incarcerated during this current academic period
- My parent's sole source of income is public assistance or disability benefits during this current academic period
- My parent has filed for bankruptcy during this current academic period . A letter from the bankruptcy court stating that your parent's may not incur any additional debt must be attached

2. Please select loan period*

- 2009 Fall Semester Only (8/31/09 to 12/18/09)
- 2010 Spring Semester Only (1/11/10 to 5/7/10)
- 2009-2010 Fall and Spring Semesters (8/31/09 to 5/7/10)

* Undergraduate students must be enrolled in a total of 6 credit hours or more during a semester to be eligible for federal loans

3. Please indicate loan amount

- Maximum Allowable Amount
 Maximum amount for Freshmen/Sophomore = \$4,000; Juniors/Seniors = \$5,000
- Specific amount \$ _____
 Amount may not exceed cost of attendance—total financial aid award

4. Please indicate name of parent borrower: _____

Statement of Understanding:

- I understand that my parent will need to reapply and be denied for a Federal Parent PLUS Loan each award year before I can be considered for an Additional Federal Stafford Unsubsidized Loan as a dependent student.
- I understand that in order to remain eligible for the Additional Unsubsidized Loan my parent cannot pursue an endorser or an appeal for the approval of the Federal Parent PLUS Loan. If my parent does, and the credit is approved, any undisbursed portion of the Additional Federal Stafford Unsubsidized Loan amounts will be cancelled.
- I understand that I have the responsibility for covering all educational costs not covered by this loan or any other financial aid I may receive.
- I understand that the Federal government does **not** pay the interest on an unsubsidized loan. Therefore, the interest accrues during the time I am enrolled as a student, and I will either:
 1. Pay the interest while I am in school; or
 2. Defer the interest. This means the interest will be added to the original amount of the loan. When I leave school and begin repayment, I will eventually pay interest on that interest. I understand that my lender will be contacting me about my interest options after my loan is approved.

Name (print): _____ University ID Number: _____

Student's signature _____ Date _____

Implications of Borrowing Additional Federal Stafford Unsubsidized Loans 2009-2010 Academic Year

Please complete the following information in order to assess the financial impact of your borrowing a Federal Stafford Unsubsidized Loan. **Please retain this sheet for future reference.**

- Enter your current loan debt as reported on the National Student Loan Data System (NSLDS), <http://www.nsls.ed.gov>. You may obtain information on this website using your federal PIN.
 Subsidized: _____
 Unsubsidized: _____
- Enter the total loan debt you expect to incur as a student.*
 Total: _____
 *Remember that the interest on Federal Stafford Unsubsidized Loans begins to accrue immediately from the time the funds are disbursed, and you are responsible for paying the interest. You may choose to either pay the interest while you are in school, or defer the interest. If you do not pay the interest while you are in school, all the interest that has accrued will be added to the principal loan amount. **Thus, your total loan debt will NOT be the exact amount that you borrowed, but rather the principal amount plus all accrued interest. The interest rate for loans disbursed on or after July 1, 2006 is 6.8%.**
- Use the chart below to find an estimate of your monthly payment amount, total amount of interest paid (over a 10 year repayment period), and the total amount you will repay (including interest). You may also use the Department of Education's loan repayment calculator (<http://www.ed.gov/offices/OSFAP/DirectLoan/calc.html>) to enter your personal total loan debt, and see what your monthly payment would be in any of the four repayment plans. **Keep in mind that the longer your loans are in repayment, the greater the interest you will pay.**

Examples of Typical Stafford Loan Repayment (Assuming 6.8% Interest Rate)

Total Principal Loan Amount	Number of Payments	Monthly Payment Amount	Total Interest Paid	Total Amount Repaid
\$5,000	120	\$57.54	\$1,904.80	\$6,904.80
\$10,000	120	\$115.08	\$3,809.60	\$13,809.60
\$15,000	120	\$172.62	\$5,714.40	\$20,714.40
\$20,000	120	\$230.16	\$7,619.20	\$27,619.20
\$25,000	120	\$287.70	\$9,524.00	\$34,524.00
\$30,000	120	\$345.24	\$11,428.80	\$41,428.80
\$35,000	120	\$402.78	\$13,333.60	\$48,333.60
\$40,000	120	\$460.32	\$15,238.40	\$55,238.40