

Request a Loan for fall 2011/Spring 2012:

(All students will be awarded the maximum award eligibility. Students may request a decrease in the amount after it is awarded).

Please indicate which semesters you will attend Kellogg Community College and that you desire a student loan.

_____ Fall 2011/Spring 2012 _____ Spring 2012 Only

See the back page for information regarding the two types of loans.

Do you want a Subsidized Loan only? _____ YES _____ NO

OR

Do you want an Unsubsidized Loan? _____ YES _____ NO

If you choose the Unsubsidized Loan and have eligibility for

Subsidized, we will award the maximum subsidized amount first.

*Then we will award remaining eligibility in Unsubsidized. (You **MUST** be enrolled in at least 6 credit hours to receive a student loan).*

**Students with less than 24 completed credit hours: \$3,500 maximum loan eligibility*

Students with 24 or more completed credit hours: \$4,500 maximum loan eligibility

Dependent student may qualify for additional unsubsidized loan: \$2,000. Independent students may qualify for additional unsubsidized loan:

\$6,000 maximum

Request decrease in loan amounts:

1. Please decrease my fall 2011 - spring 2012 Subsidized loan to: \$ _____
2. Please decrease my fall 2011 - spring 2012 Unsubsidized loan to: \$ _____
3. Please decrease my summer 2012 Subsidized loan to: \$ _____
4. Please decrease my summer 2012 Unsubsidized loan to: \$ _____

Request cancellation:

(CHECK ALL THAT APPLY)

Please cancel my Subsidized loan:*

- _____ Fall 2011 disbursement
_____ Spring 2012 disbursement
_____ Summer 2012 disbursement
_____ Entire 2011-2012 Subsidized Loan

Please cancel my Unsubsidized Loan*

- _____ Fall 2011 disbursement
_____ Spring 2012 disbursement
_____ Summer 2012 disbursement
_____ Entire 2011-2012 Unsubsidized Loan

*If a disbursement is cancelled, all subsequent disbursements for that loan are also cancelled.

**BY SIGNING THIS APPLICATION, I UNDERSTAND I MUST BE ENROLLED IN
AT LEAST SIX (6) CREDIT HOURS.**

Student Printed Name

Student Signature

Student ID#

Date

****If you are in default on a previous student loan, you are not eligible to receive any Federal Student Aid at KCC until that default status is cleared with the Department of Education. ****

What is the difference between a Subsidized and an unsubsidized loan?

The Department of Education allows awarding Federal Direct Subsidized Loans to students enrolled at least half time (six (6) credit hours at KCC) who demonstrate financial need. Financial need is determined based on the information the student submits on their FAFSA. Students may borrow up to \$3,500 per academic year as a freshman (less than 24 credit hours earned) and \$4,500 per academic year as a sophomore (24 or more credit hours earned). The federal government pays the interest while the student is in school at least half time, during the six-month grace period and during all deferment periods for the Federal Direct Subsidized Loan. If a student requests a Federal Direct Subsidized Loan, based on financial need and academic eligibility, KCC Financial Aid will award the maximum amount authorized. Students may decline either part or the entire award amount if so desired.

A Federal Direct Unsubsidized Loan is a low interest loan made by the Department of Education, which allows students to borrow who are not eligible or have reduced eligibility for a Federal Direct Subsidized Loan. The maximum amount a student may borrow is the same as the Federal Direct Subsidized Loan. Dependent students may borrow up to an additional \$2,000, and Independent students may borrow up to an additional \$6,000 per academic year, depending on eligibility. The interest rate for both loans is the same; however, the federal government **DOES NOT** pay the interest for the student receiving an Unsubsidized Loan. This means the student is responsible for paying the interest during all school semesters, during the six-month grace period and during all deferment periods for the Federal Direct Unsubsidized Loan.

Students who fall below the half time level in any semester, for which they are receiving either loan, will have those loans cancelled and may be responsible for repayment of some or all of the funds disbursed to them. Student should speak with KCC Financial Aid staff prior to dropping and/or withdrawing from classes, in addition to the KCC Academic Advising staff.

Student loan information will be submitted to the National Student Loan Data System (NSLDS), and will be accessible by guaranty agencies, lenders, and institutions determined to be authorized users of the data system.