

FEDERAL DIRECT LOAN REQUEST FORM – SUMMER ONLY

Directions: Complete *BOTH* steps below if you are a new loan borrower at GTCC **before** submitting page 2 of this form to the GTCC Financial Aid Office. Please note that it may take up to 48 hours for GTCC to receive confirmation that Steps 1-2 have been completed.

- **Step 1: Complete Online Entrance Counseling at www.studentaid.gov**
- **Step 2: Complete Your Electronic Master Promissory Note (eMPN) at www.studentaid.gov**
 - If you do not wish to submit your eMPN online, you may print a paper MPN and mail it to Department of Education, 100 Capitol Commerce Blvd, Montgomery, AL 36117. However, this may increase the length of time it takes to process your loans.

Important information about your summer loan

- *Loans will be divided into two payments in the summer.*
- *You must be enrolled in 6 or more credit hours to receive each loan disbursement.*
- *You must be making satisfactory academic progress.*
- *There will be a 30-day delay for first-time, first year borrowers.*
- *First year borrowers have earned 32 hours or less. Second year borrowers have earned 33 hours or more (excluding developmental credit hours).*
- *Your lender will deduct an origination fee from each disbursement.*

Know before you owe

Federal Direct Loans are debts that must be repaid; they cannot be discharged through bankruptcy and your future income tax refunds or wages can be garnished if you default. You must pay back the loan even if you do not complete your program or are unhappy with your education experience. Different repayment options are offered that may help if you are going through a difficult financial period. Borrow conservatively! How do you decide what the right loan amount might be? Try the free CFNC Smart Calculator at www.tinyurl.com/CFNCcalc.

<u>Salary Needed for Monthly Loan Payments</u>			
Average interest rate of 6%			
Total Borrowed	Number of Payments	Estimated Monthly Payments	Salary Needed to Make Monthly Loan Payments
\$5,000	120	\$55	\$8,326
\$10,000	120	\$111	\$16,653
\$15,000	120	\$166	\$24,979
\$20,000	120	\$222	\$33,306
\$25,000	120	\$277	\$41,632
\$30,000	120	\$333	\$49,959
\$35,000	120	\$388	\$58,285
\$40,000	120	\$444	\$66,612
\$50,000	120	\$555	\$83,265



Note on the chart that the monthly payment on \$25,000 worth of student loan debt is just about the same as a car payment...if you live large while you are in school, you will likely live small when you leave!



Directions: Complete this entire page to request a summer loan. Do NOT leave any fields blank!

Student Name:			
GTCC ID#:			
Permanent Phone Number:			
Personal Email:			
Address: (Street, City, Zip)			
Answer the following questions by checking "Yes" or "No"			
Did you complete Online Entrance Counseling at www.studentaid.gov ?			Yes
Did you complete your Master Promissory Note at www.studentaid.gov ?			No
Do you authorize GTCC to apply your loan funds to current year charges, including bookstore purchases? <i>If you indicate "no", this means that you wish to pay your charges out-of-pocket once you have exhausted other aid.</i>			

Annual Stafford Loan Limits	
1st Year - Dependent	\$5,500 (\$3,500 Subsidized/\$2,000 Unsubsidized)
2 nd Year - Dependent	\$6,500 (\$4,500 Subsidized/\$2,000 Unsubsidized)
1 st Year - Independent	\$9,500 (\$3,500 Subsidized/\$6,000 Unsubsidized)
2 nd Year - Independent	\$10,500 (\$4,500 Subsidized/\$6,000 Unsubsidized)
Lifetime Limits (Up to \$23,000 may be Subsidized)	
Undergrad Dependent	\$31,000
Undergrad Independent	\$57,500
Adjust Loan Amount (optional) Your remaining annual loan limit as outlined on the right will be awarded up to cost of attendance unless indicated otherwise below. <i>(Leave blank if you want the full amount):</i>	Reduced loan amount (optional): (minimum amount \$200)
	\$

By my signature, I accept the offer of student loans. I understand that if I wish to reduce my loan amount and/or cancel any or all future disbursements, I will make my request in writing to the GTCC Financial Aid office. I understand that I must maintain half-time enrollment to receive each scheduled disbursement of my loans.

Student Signature_____ **Date**_____

**Please return Page 2 only to:
GTCC Financial Aid Office, PO Box 309, Jamestown, NC 27282 or FAX to 336-217-8468**