

FEDERAL LOAN INFORMATION

Federal Direct Subsidized Loan for students

- Need-based loan
- No interest while student is registered for at least 6 hours or during a 6 month grace period after a student graduates or drops below 6 hours
- 4.53% effective July 1, 2019: Variable-fixed interest rate for the life of the loan
 - Interest rates are recalculated each July 1st for new loans disbursed that year. The rate is based on the 10-year Treasury note index plus 2.05%, capped at 8.25%.
- 1.059% loan origination fee (fee will be adjusted for loans first disbursed on or after 10/1/20)
- Repayment begins 6 months after student graduates or drops below 6 hours

Federal Direct Unsubsidized Loan for students

- Non-need-based loan
- Interest begins to accrue as soon as the loan is disbursed
- 4.53% effective July 1, 2019: Variable-fixed interest rate for the life of the loan
 - Interest rates are recalculated each July 1st for new loans disbursed that year. The rate is based on the 10-year Treasury note index plus 2.05%, capped at 8.25%.
- 1.059% loan origination fee (fee will be adjusted for loans first disbursed on or after 10/1/20)
- Repayment begins 6 months after student graduates or drops below 6 hours

Combined <u>Sub</u> & <u>Unsub</u> loan limits: First-year student: \$5500 Second-year student: \$6500 Third & Fourth year students: \$7500
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All first-time Direct Loan borrowers must complete Entrance Loan Counseling and a Master Promissory Note (MPN) at studentloans.gov

Federal Direct *Parent PLUS* Loan

- Parents of dependent students may apply for this loan
- 7.08% effective July 1, 2019: Variable-Fixed interest rate for the life of the loan
 - Interest rates are recalculated each July 1st for new loans disbursed that year. The rate is based on the 10-year Treasury note index plus 4.60%, capped at 10.5%.
- 4.236% loan origination fee (fee will be adjusted for loans first disbursed on or after 10/1/20)
- Parent must pass credit check
- Repayment begins within 60 days after the loan is fully disbursed
- Deferment is optional and can be arranged by contacting the loan servicer

Parent must complete an application and MPN at studentloans.gov

**Questions? Contact: Applicant Services for PLUS Loan Borrowers @ 1.800.557.7394
8 AM - 8 PM, Monday through Friday**

NOTE: We believe this information to be accurate as of the date of printing. However, federal loan terms are subject to change and borrowers will be advised of the current loan terms when completing the required counseling and master promissory note.