

First Name: _____ Last Name: _____ LMC Student ID: _____

Federal Direct Loan Request & Update Form

- **Subsidized Loan**—Need-based funds. Interest is paid by the government while in school at least half time.
- **Unsubsidized Loan**—Interest accrues from loan disbursement through life of the loan. The student pays interest.
- **Origination Fees and Interest Rates**—The origination fee is a loan processing fee that the federal government takes out of the loans before disbursement to help run the program. For loans originated on or after October 2020 the origination fee is 1.057% and the current interest rate is 5.50%.
- **Loan Limits**—LMC students cannot borrow beyond the sophomore level. The full “Base” amount can be fully or partly Subsidized depending on eligibility. If not eligible, then it is Unsubsidized.

Maximum Eligibility table:

Grade Level	Dependent Students			Independent Students		
Freshman 0-29 credit hours	Base: \$3,500 <small>(subsidized)</small>	Max Add'l: \$2,000 <small>(unsubsidized)</small>	Total Max: \$5,500 <small>(combined total)</small>	Base: \$3,500 <small>(subsidized)</small>	Max Add'l: \$6,000 <small>(unsubsidized)</small>	Total Max: \$9,500 <small>(combined total)</small>
	<i>(no more than \$3,500 subsidized)</i>			<i>(no more than \$3,500 subsidized)</i>		
Sophomore 30+ credit hours	Base: \$4,500 <small>(subsidized)</small>	Max Add'l: \$2,000 <small>(unsubsidized)</small>	Total Max: \$6,500 <small>(combined total)</small>	Base: \$4,500 <small>(subsidized)</small>	Max Add'l: \$6,000 <small>(unsubsidized)</small>	Total Max: \$10,500 <small>(combined total)</small>
	<i>(no more than \$4,500 subsidized)</i>			<i>(no more than \$4,500 subsidized)</i>		
Aggregate Loan Limits	Subsidized Total: \$23,000 Unsubsidized Total: \$8,000 Combined Total: \$31,000			Subsidized Total: \$23,000 Unsubsidized Total: \$34,500 Combined Total: \$57,500		

- I understand that the total amount of financial aid (including loans) cannot exceed the cost of attendance as established by Lake Michigan College.
- I understand that I must remain enrolled in, and attend, at least 6 credit hours each term at the time of disbursement in order to receive loan funds.
- I understand that the loan proceeds must only be used for authorized expenses including tuition, room and board, fees, books, supplies, equipment, dependent childcare, and transportation costs.
- I understand all loan request forms are reviewed by the financial aid department and LMC can refuse to originate the loan or can modify the loan amount if the school documents the reason and explains the reason to the borrower.
- I understand that I have the right to cancel all or a portion of my loan. All cancellation notices must be done in writing and submitted to the Financial Aid office before the loans are disbursed.
- You are required to go through Exit Counseling at studentaid.gov within 30 days from the time you drop below 6 credit hours, cease enrollment, or graduate.
- The Federal Student Aid website, studentaid.gov provides information to track and manage federal student loans and/or grants. It is available 24 hours a day/7 days a week. Use your FSA ID and password to access this information.

Student Certification

With my signature below, I certify that I have read and understand the information in this document regarding Federal Direct Loans. I further understand that financial aid policies, procedures, and guidelines are not limited to what is provided in this document and that it is my responsibility to obtain, read and understand all policies and regulations relative to my loans and any other financial aid. I understand that if I don't fully understand everything on this form that I will contact the Financial Aid Department for clarification before signing.

Student Signature: _____ Date: _____

First Name: _____	Last Name: _____	LMC Student ID: _____
Phone (____) _____	Email _____	

1. Update my **EXISTING** loan for the following semester(s): **Fall/Spring**
 Fall only (Fall graduation Date: _____) **Spring only** (No fall enrollment, 6+ credits) **Summer only***

*when requesting a summer only loan keep in mind that there are no additional loan funds if the full amount of your loan was requested for Fall/Spring.

- Cancel** the unpaid amount
 Reduce the unpaid amount. I would like to borrow \$_____ total loan for the indicated semester(s).
 Reinstate the canceled/declined loan. I would like to borrow \$_____ total loan for the indicated semester(s).

2. Request **ADDITIONAL UNSUBSIDIZED** loan for the following semester(s): **Fall/Spring**
 Fall only (Fall graduation Date: _____) **Spring only** (No fall enrollment, 6+ credits) **Summer only***

*when requesting a summer only loan keep in mind that there are no additional loan funds if the full amount of your loan was requested for Fall/Spring.

I would like to borrow \$_____ (Refer to table below for maximum eligibility)

Grade Level	Dependent Students	Independent Students
Freshman: 0 – 29 credit hours	\$5,500 (no more than \$3,500 subsidized)	\$9,500 (no more than \$3,500 subsidized)
Sophomore: 30 – 59 credit hours	\$6,500 (no more than \$4,500 subsidized)	\$10,500 (no more than \$4,500 subsidized)

You may not be eligible for the entire amount of your request based on program limits, eligibility as determined by your FAFSA and enrollment level. Wavelink will show the changes, usually within five (5) business days.

Helpful Links to understanding your loans (click on the hyperlink or visit StudentAid.gov or nsldsfa.ed.gov):

- [NSLDS Financial Aid Review](#)
- [Federal Student Aid-Loans Review](#)
- [Loan Repayment Estimator](#)

3. I have completed and submitted the following loan requirements:
- 1) Accepted Student Loans through your WaveLink Account? Yes No
 - 2) Signed and submitted my Master Promissory Note on StudentAid.gov? Yes No
 - 3) Completed and submitted Loan Entrance Counseling on StudentAid.gov? Yes No

Student Certification

I also understand that if I withdraw from classes, I may be required to return part or all of the loan amount I receive. My signature below also authorizes the changes to my Federal Direct Loans.

Student Signature: _____ Date: _____

FA Office Use Only

Loan Period _____	Enrollment: <input type="checkbox"/> FA _____ or <input type="checkbox"/> SP _____ or <input type="checkbox"/> SU _____ or <input type="checkbox"/> Ind or <input type="checkbox"/> Dep	Grade Level _____
Budget Group: _____	Aggregate: <input type="checkbox"/> Okay <input type="checkbox"/> Met Max Sub <input type="checkbox"/> Met Max Unsub	SAP Status: <input type="checkbox"/> O-Good <input type="checkbox"/> FW <input type="checkbox"/> Suspended
COA _____ – EFC _____	– Total Aid _____ = Unmet Need _____ (sub limit, within student eligibility max)	
COA _____ – Total Aid _____	= _____ (Unsub limit, within student eligibility max)	
Loan already accepted: <input type="checkbox"/> Sub _____	<input type="checkbox"/> Unsub _____	Eligible/Approved Sub _____ Eligible/Approved Unsub _____
Manual Calc of COA: Fall Hrs _____	+ Spring Hrs _____	+ Summer Hrs _____ = \$ _____ Total
Loan processed by _____	Date _____	<input type="checkbox"/> Approved <input type="checkbox"/> Denied <input type="checkbox"/> RRAAREQ <input type="checkbox"/> RHACOMM