How to apply for a Direct Loan

2. Complete the 2020-2021 Free Application for Federal Student Aid (FAFSA) at https://fafsa.gov.
3. Complete your MPC financial aid file by submitting all required requested documentation.
5. Must be enrolled in 6 or more units on WebReg with MPC.
6. Submit MPC Loan Request and Student Budget Form to the MPC Student Financial Services Office.
7. Loans are for Fall 2020 and Spring 2021. NO SUMMER LOAN

   Completing the loan request form and submitting it to MPC Student Financial Services Office does not guarantee eligibility.

FALL ONLY Deadline is Nov 23, 2020 @ noon.   Fall/Spring Deadline is May 3, 2021 @ noon.

**Very Important: Make sure all forms are filled in correctly**
Before Accepting a Student Loan

Explore scholarships, grants and Federal Work Study opportunities at MPC. Budget your own resources to live more economically and borrow only what you need.

Loans must be paid back even if you don’t graduate, transfer, discontent with your education/training or unable to obtain employment.

About Direct Loans

Direct loans are issued by the federal government. Your Direct Loan Servicer will contact you once you have received your first loan check. You should be given a “Disclosure Statement” after your loan is certified by Monterey Peninsula College.

Students must have 6+ or more units to have a student loan.

There are two types of Direct Student Loans:

**Subsidized Loans** are interest free while enrolled at MPC.

**Unsubsidized Loans** are not interest free, interest accrues while you are in school.

Loans with a first disbursement from July 1, 2020 to June 30, 2021 will have an interest rate of 2.75%.

Eligibility for the subsidized loan will always be processed first. If additional loans are needed, the student will be considered for an unsubsidized loan. The loan amount you request may not be the amount you are eligible to receive. While loans are based on your ability to repay, in some cases, the applicant must demonstrate financial need or may only be eligible to borrow the annual maximum amount allowed. MPC determines the amount of eligibility based on Admissions & Records’ grade level at the time of certification and unmet need. Applicants must choose the loan program (Subsidized and/or Unsubsidized).

**MPC cannot and will not certify a loan that is not requested and will not automatically modify the loan request without written notification from the borrower.**

**Entrance and Exit Counseling**

Complete Aid Process ==> Entrance Counseling or Exit Counseling

Federal laws require all first-time, first-year borrowers have a 30-day waiting period from the beginning of the start of the semester or term.

MPC requires all Student Loan applicants to complete the Loan Entrance Counseling which explains student’s rights and responsibilities for student loans. Loan Entrance Counseling is completed online at https://studentaid.gov/ also known as Federal Student Aid.

All Borrowers must complete Exit Counseling once loans have been disbursed in full. Exit Counseling explains what will occur before and after loan repayment starts. As the student, you must update your personal information at MPC also.

**Entrance and Exit Counseling is performed online at https://studentaid.gov/**

**Eligibility for Federal Direct Loans require that you maintain at least half-time enrollment (6.0-8.5 units). Failure to maintain this enrollment status will result in a charge (plus interest that may have accrued) for the amount disbursed to be paid back to the Department of Education within 45 days.**

IMPORTANT: Avoid default at all costs. If you run into financial problems with your repayment schedule, contact the Direct Loan Servicing Center at (800) 848-0979. There may be solutions that can keep you on track and protect your credit rating. Visit https://studentaid.gov/ --> manage loans for tips on managing your loan debt.

980 Fremont Street ● Monterey, California 93940-4799 ● (831) 646-4030
2020-2021 Monterey Peninsula College
William D. Ford Federal Direct Loan Request Form

Please use ink

Last Name __________________________________ First Name ___________________________ MI _____

SSN X X X - X X - ____ ____ ____ ____ Student ID # __________________________

Driver’s License Number __________________ Driver’s License State _______ Date of Birth ____ / ____ / ____

Current Address:
Street __________________________________ Apt. No. __________________________
City ___________________________________________ State/Zip Code ________________
Cell Phone __________________________________________
E-mail#1 ___________________________________________ E-mail#2 ________

Permanent Address (if different than current address):
Street __________________________________ Apt. No. __________________________
City ___________________________________________ City/St/Zip Code ______________
Cell Phone __________________________________________
E-mail#1 ___________________________________________ E-mail#2__________

Loan Amount Requested: (Refer to Maximum Loan Amounts listed below)
$ ______________________________________ Subsidized
$ ______________________________________ Unsubsidized

Expected date of graduation/completion at MPC ______________ month ____________ year

I will be attending MPC for the following time period: For First-Time Borrowers only. Please initial box after you have read the For Subsidized loans taken out on or after July 1, 2013, I have read and guidelines on Federal Time Limitation on Direct Subsidized understand the guidelines on Federal Time Limitation on Direct Subsidized Loans for first-time borrowers. I understand the loans are limited to 150% Loans for first-time borrowers. I understand the loans are limited to 150% of the length of my academic program.

_____ Fall 2020 and Spring 2021
_____ Fall 2020 only
_____ Spring 2021 only

<table>
<thead>
<tr>
<th></th>
<th>Dependent</th>
<th></th>
<th>Independent</th>
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</thead>
<tbody>
<tr>
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<td>$2000</td>
<td>$3500</td>
<td>$6000</td>
</tr>
<tr>
<td>Unsubsidized</td>
<td>$4500</td>
<td>$2000</td>
<td>$4500</td>
<td>$6000</td>
</tr>
</tbody>
</table>

Please complete backside

980 Fremont Street ● Monterey, California 93940-4799 ● (831) 646-4030
Mother or Guardian’s Name and Address (Required by all)

Last Name ____________________________________________ First/MI __________________________________________
Street ____________________________________________ City/St/Zip Code ______________________________________
Cell Phone(______) ________________
E-mail#1 ____________________________________________ E-mail#2 ______________________________________

Father or Guardian’s Name and Address (Required by all)

Last Name ____________________________________________ First/MI __________________________________________
Street ____________________________________________ City/St/Zip Code ______________________________________
Cell Phone(______) ________________
E-mail#1 ____________________________________________ E-mail#2 ______________________________________

Please list below brothers and sisters over age 18 and not living at home (Required if any)

Full Name ____________________________________________ Cell phone (______) ____________________________
Street ____________________________________________ City/St/Zip Code ______________________________________
Full Name ____________________________________________ Cell phone (______) ____________________________
Street ____________________________________________ City/St/Zip Code ______________________________________

Other relative and/or friends who have a different address than yours  (Must have two people listed here)

Full Name ____________________________________________ Cell phone (______) ____________________________
Street ____________________________________________ City/St/Zip Code ______________________________________
Full Name ____________________________________________ Cell phone (______) ____________________________
Street ____________________________________________ City/St/Zip Code ______________________________________

Student Loan Request Statement for Automated Federal Direct Loan Application Processing

I request that Monterey Peninsula College forward to the William D. Ford Federal Direct Loan Program, administered by the U.S. Department of Education. This data is required to process my application for a Federal Direct Loan.

I am requesting a loan for the enrollment period and the lesser of the amounts indicated on page one, or the amounts for which I am eligible to borrow. I understand that any interest accrued on my Federal Direct Loan, which is not eligible for interest subsidies (i.e. unsubsidized) will not be paid by the federal government. I also request that the guaranty agency forward to the Department of Education the necessary data to complete the processing of my application for a Federal Direct Loan.

I understand that in order to obtain a loan through this process, I must complete a Loan Request Form, Loan Entrance Budget Form, Loan Entrance Counseling and Master Promissory Note which contains my promise to repay the loan.

__________________________________________  __________________________________________
Student’s name (please print)  Student’s Social Security Number

__________________________________________  _____________________________
Student’s Signature  Date

**Please submit this loan request form in-person or U.S. mail or email to financialaid@mpc.edu**

980 Fremont Street ● Monterey, California 93940-4799 ● (831) 646-4030
1 Semester = 5 months

**Income (Section A)**

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<thead>
<tr>
<th>Description</th>
<th>Per Month</th>
<th>Per Semester</th>
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</thead>
<tbody>
<tr>
<td>Grants/Scholarships</td>
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<tr>
<td>Student Loans</td>
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<td>Employment/Income</td>
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<tr>
<td>Other Income</td>
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<tr>
<td><strong>TOTAL INCOME</strong></td>
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</table>

**Expenses (Section B)**

<table>
<thead>
<tr>
<th>Description</th>
<th>Per Month</th>
<th>Per Semester</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tuition &amp; Fees</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Book &amp; Supplies</td>
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<tr>
<td>Rent/Housing</td>
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<tr>
<td>Utilities</td>
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<td></td>
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<tr>
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</tr>
<tr>
<td>Laundry</td>
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<td></td>
</tr>
<tr>
<td>Car/Gas/Maintenance</td>
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</tr>
<tr>
<td>Insurance (Car/Life/Health)</td>
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</tr>
<tr>
<td>Credit Card</td>
<td>x5</td>
<td></td>
</tr>
<tr>
<td>Entertainment</td>
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<td></td>
</tr>
<tr>
<td>Miscellaneous</td>
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<td></td>
</tr>
<tr>
<td><strong>TOTAL EXPENSES</strong></td>
<td></td>
<td>(B)</td>
</tr>
</tbody>
</table>

**TOTAL INCOME (SECTION A)** (A)

**MINUS TOTAL EXPENSES (SECTION B)** (B)

**BALANCE** =

______________________________ _____________________
Print Name Date

**Please submit this Loan Entrance Budget Form in-person or U.S. mail or email to financialaid@mpc.edu**