

2009-2010 FEDERAL DIRECT LOAN PROGRAM CHART for Graduates

LOAN PROGRAM	FEDERAL DIRECT SUBSIDIZED (1FDS)	FEDERAL DIRECT UNSUBSIDIZED (1FDU)	FEDERAL DIRECT Graduate PLUS (1GPLU)
Description	A need based federal loan program administered by WMU.	A non-need based federal loan program administered by WMU.	A non-need based federal loan program administered by WMU.
Borrower	Student	Student	Student
Eligibility Criteria *Eligible students will be identified as in degree programs (ie., bachelors, masters, doctoral, professional teacher certificate) *Not eligible student will be identified as in non-degree programs(non degree, high school dual enrollee, Guest, SCOPE, English as second language and will have degree status codes of: GCP-graduate certificate program; NDA -guest, non-degree, SCOPE	<ul style="list-style-type: none"> • Enrolled at least half time in degree program* • U.S. Citizen or eligible non-citizen • Not in default on prior educational loans • Making satisfactory academic progress in degree program • Demonstrates financial need 	<ul style="list-style-type: none"> • Enrolled at least half time in degree program* • U.S. Citizen or eligible non-citizen • Not in default on prior educational loans • Making satisfactory academic progress in degree program • Ineligible for FDS Loan (or used maximum need based eligibility) • Parents refuse to complete FAFSA and through 'special circumstances', eligible for FDU only 	Student are: <ul style="list-style-type: none"> • U.S. Citizens or eligible non-citizens • Not in default on prior educational loans • Meets federally defined credit worthiness standards • Enrolled at least half time in a degree program* • Making satisfactory academic progress
Eligibility Calculation (COA – cost of attendance)	COA less family contribution & aid (except if receiving Chapter 30 Montgomery GI or Americorps Benefits)	COA less other aid	COA less other aid (include eligibility for max 1FDS and 1FDU unless declined)
Credit Check	No	No	Yes
Origination/Guarantee Fee	1.5%	1.5%	4%
Interest Rebate Rate	1.0%	1.0%	1.5%
Interest Rate for loans based on disbursement date-- in school, grace or deferment status	<ul style="list-style-type: none"> • Fixed rate of 5.6% for undergraduate loans disbursed 7/1/2009 through 6/30/2010 • Fixed rate of 6.8% for graduate loans disbursed 7/1/2006 and afterwards • Fixed rate of 6.8% for undergraduate loans disbursed 7/1/2006 through 6/30/2008; fixed rate of 6.0% for 7/1/2008 through 6/30/2009 • Loans disbursed before 7/1/2006--- 6.62% 	<ul style="list-style-type: none"> • Fixed rate of 6.8% for undergraduate and graduate loans disbursed 7/1/06 and afterwards • Loans disbursed before 7/1/2006-- 6.62% 	<ul style="list-style-type: none"> • Fixed rate of 7.9% for loans disbursed 7/1/06 and afterwards
Interest Subsidy	Interest is paid by the Federal Government during in school, grace and eligible deferment periods	Borrower is responsible for payment of interest. Interest may be paid quarterly or capitalized.	Borrower is responsible for payment of interest.
Repayment Terms	<ul style="list-style-type: none"> • Begins 6 months after enrollment drops to below half time status • Multiple repayment options available 	<ul style="list-style-type: none"> • Begins 6 months after enrollment drops to below half time status • Multiple repayment options available 	<ul style="list-style-type: none"> • Begins within 60 days of last disbursement • Multiple repayment options available • Deferment if ½ time student • No grace period

LOAN PROGRAM	FEDERAL DIRECT SUBSIDIZED (1FDS)	FEDERAL DIRECT UNSUBSIDIZED (1FDU)	FEDERAL DIRECT Graduate PLUS (1GPLU)
How to Apply for a Loan	<ul style="list-style-type: none"> • Complete a FAFSA • Have a master promissory note on file 	<ul style="list-style-type: none"> • Complete a FAFSA • Have a master promissory note on file 	<ul style="list-style-type: none"> • Complete a FAFSA • Complete a Graduate PLUS Loan Application Form • Have a master promissory note on file
How to Accept the Loan	<ul style="list-style-type: none"> • Be registered for classes 	<ul style="list-style-type: none"> • Be registered for classes 	<ul style="list-style-type: none"> • Complete a Graduate PLUS Loan Application Form
First Time Borrower Information	<ul style="list-style-type: none"> • First time borrowers at WMU must complete Entrance Counseling before receiving their first payment on loan 	<ul style="list-style-type: none"> • First time borrowers at WMU must complete Entrance Counseling before receiving their first payment on loan 	<ul style="list-style-type: none"> • First time borrowers at WMU must complete Entrance Counseling before receiving their first payment on loan

ANNUAL/AGGREGATE Subsidized and Unsubsidized LOAN LIMITS

Student Status	Independent Student		Independent Student		
	Annual 1FDS	Annual 1FDS/1FDU	Maximum Amount		Aggregate
			1FDS	1FDU	1FDS/1FDU
Graduate/Professional	\$8,500	\$20,500	\$ 65,500	\$73,000	\$138,500
Teacher certification	\$5,500	\$12,500	\$ 23,000	\$ 34,500	\$57,500

RELATED FEDERAL PROGRAMS	Teacher Education Assistance for College and Higher Education (TEACH) Grant	Federal Work-Study	Federal Perkins Loan
Description and Eligibility	<p>post-baccalaureate and graduate students who are/will be taking course work necessary to become elementary or secondary teacher; recipient must sign Agreement to Serve saying they will teach full-time in designated teacher shortage area for 4 complete years (within 8 years of completing academic program) at elementary or secondary school serving children from low-income families.</p> <p>Does not have to be repaid unless student fails to carry out obligation, in which case student must repay TEACH Grant as FDU loan with interest accrued from date of grant disbursement</p> <p>Graduate student; total amount may not exceed \$8,000 *See TEACH Grant handout for more info.</p>	<p>A need based federal program administered by WMU where money is earned while attending school; does not have to be repaid</p> <p>No annual minimum or maximum amounts</p>	<p>A need based federal loan program administered by WMU.</p> <p>Loan must be repaid</p> <p>Up to \$8,000 for graduate students, if eligible</p>