



Federal Family Educational Loan Program: Federal Stafford Loans

University of Hawai'i West O'ahu Financial Aid Office
96-129 Ala Ike Street, Pearl City, HI 96782
Phone: 808-454-4700 or toll-free 866-299-8656, Fax: 808-453-6075

Federal Stafford Loans are long-term loans from private lenders, created to help you pay for your education. **It is a loan and must be repaid.** The loan is federally insured and guaranteed by a guarantee agency. Effective July 1, 2006, the interest rate is fixed. Repayment begins six months after you cease to be enrolled at least half-time (less than 6 credits), graduate, completely withdraw, transfer, or stop attending classes. Minimum monthly payment is \$50 (depending on your total loan indebtedness) and you have up to 10 years to repay the loan.

Federal Stafford Loans are subject to origination and insurance fees, not to exceed 4% of your loan, which will be automatically deducted from your loan disbursements. Every Stafford Loan is required to have at least two separate disbursements, one at the beginning of the loan period and one at least halfway through the loan period.

There are two types of Federal Stafford Loans:

- **Federal SUBSIDIZED Stafford Loan:** The Federal Subsidized Stafford Loan is based on demonstrated financial need. The federal government pays the interest on the loan while attending school at least half-time and during grace or deferment periods.
- **Federal UNSUBSIDIZED Stafford Loan:** The Federal Unsubsidized Stafford Loan is not based on financial need. It may also be awarded to supplement a Subsidized Loan. You are responsible for interest charges from the date the loan is disbursed. You may pay the interest or have the interest capitalized onto your principle.

Loan Type	Interest	Repayment Begins	Need Based?	Amount is determined by the Financial Aid Office and will not exceed:
Federal SUBSIDIZED Stafford	5.60%	6 months after drop below half-time enrollment	Yes	<p>\$3,500- 1st year (0-24 credits) \$4,500- 2nd year (25-54 credits) \$5,500- 3rd & 4th year (55+ credits)</p>
Federal UNSUBSIDIZED Stafford	6.80%	<p>Interest payments upon disbursement of funds</p> <p>Principle & interest payments 6 months after drop below half-time enrollment</p>	No	<ul style="list-style-type: none"> • For dependent students, an additional Unsubsidized loan of \$2,000 • For independent students and dependent students whose parents cannot borrow the PLUS loan, an additional Unsubsidized loan of \$6,000- 1st and 2nd year (<or=55credits) \$7,000- 3rd & 4th year (55+credits) <p><u>Maximum for combined loan is</u> \$9,500 per year for 1st year \$10,500 per year for 2nd year \$12,500 per year for 3rd and 4th year</p>

For more information regarding the Federal Stafford Loan program at the University of Hawai'i - West O'ahu, please contact the Financial Aid Office at (808) 454-4700 or read the publication 'Funding Education Beyond High School – The Guide to Federal Student Aid' from the U.S. Department of Education (copies available at the Student Services Office or at http://studentaid.ed.gov/students/publications/student_guide/index.html).

Remember:

- This is a loan that must be repaid. Borrow only what you need.
- Half-time enrollment at UHWO is required for these loans. Repayment begins after you drop below half-time enrollment.
- All borrowers must complete a loan entrance counseling prior to release of loan funds and an exit counseling prior to leaving school.
- Notify your lender of any changes in your name, address, enrollment status, or if you transfer to another school.
- Keep copies of all loan paperwork.

To receive a Federal Stafford loan, you must complete the financial aid process at the University of Hawai'i - West O'ahu (UHWO) by filing a FAFSA and providing required documents, including the Loan Request Form (back of this sheet). If your loan request is approved, UHWO will certify your requested loan amount with your lender of choice. If this is the first time you are borrowing a loan, your lender or servicer will notify you to complete a Master Promissory Note (MPN). You are required to complete the MPN before any funds are released by your lender. In addition, if this is the first time you are receiving a loan from UHWO, you must complete the Loan Entrance Interview prior to release of funds. Your loan funds will be sent to UHWO via Electronic Loan Funds Transfer (EFT) and will be credited to your Student Account.

UNIVERSITY of HAWAII*
WEST O'AHU



2009-2010 Stafford Loan Request Form

Name of Student: _____ Social Security Number: _____

I am applying for: Subsidized Stafford Loan Unsubsidized Stafford Loan

Enrollment Period: Academic Year 2009-2010 (Fall 2009 and Spring 2010)
 Fall 2009 Only
 Spring 2010 Only

Selecting a Lender: It is your responsibility to select a lender for your student loan. The Financial Aid Office can not do so for you. UH - West O'ahu does not recommend or endorse any lender(s). Students may select any lender that participates in the Federal Family Education Loan (FFEL) Program. If you have prior loans, we recommend that you stay with your current lender. UH - West O'ahu strongly recommends that you visit the various lender websites to investigate the different borrower benefits and select the lender that offers the borrower benefits that best meet your needs. Borrower benefits vary from lender to lender. Some lenders offer 'up front' benefits like zero origination fees, some offer 'back end' benefits like interest reductions for a certain number of on time payments, and some lenders offer both. Students benefit from up front borrower benefits immediately. Back end benefits can offer considerable savings but only if the borrower meets the terms and conditions for receiving the different borrower benefit.

(X) Lenders that University of Hawaii-West Oahu students have used in the past year:	Lender Code	Telephone Number	Website: for more information & to complete the online MPN
<input type="checkbox"/> Please use my current lender from my most recent Stafford Loan at UH-WEST OAHU.			
<input type="checkbox"/> Academic Management Services	833079	800-891-4203	www.amsweb.com
<input type="checkbox"/> American Savings Bank	832053	888-272-5543	www.asbhawaii.org
<input type="checkbox"/> ASAP/Union Bank & Trust- Hawaii	830868	888-486-4722	www.nelnet.com
<input type="checkbox"/> Citibank-The Student Loan Corporation	826878	800-967-2400	www.studentloan.com
<input type="checkbox"/> First Hawaiian Bank	818260	888-272-5543	www.fhb.com/loans-student.htm
<input type="checkbox"/> Navy FCU	815502	800-338-5736	www.navyfcu.org/loans/education.html
<input type="checkbox"/> Nelnet	833669	888-486-4722	www.nelnet.com
<input type="checkbox"/> Sallie Mae Education Loan	802218	888-272-5543	www.salliemae.com
<input type="checkbox"/> Wachovia	830005	877-689-0763	www.wachovia.com/personal/page/0,,325_496,00.html
<input type="checkbox"/> Wells Fargo Education Financial Services	807176	800-378-5526	www.wellsfargo.com/student
<input type="checkbox"/> The lender I wish to use is not indicated on this form. Please use the following lender: NOTE: If you have a DIRECT Loan you must select another lender.	Lender Name:		
	Lender Code:		
	Telephone & Address Info:		

Please review my request for a Federal Stafford Loan in the amount of \$ _____

By signing below, I acknowledge that I have read the terms of the federal Stafford Loan program and understand what my responsibilities are as a federal student loan borrower. I further authorize the University of Hawai'i - West O'ahu Financial Aid Office to forward all data required to process my Federal Stafford Loan application to my lender and guarantor.

Signature _____ Date _____