

2021-2022 Monterey Peninsula College William D. Ford Federal Direct Loan Program

Borrowing Federal Direct Loan is a privilege.
Applicants must meet all federal aid eligibility requirements.
By signing the loan request form,



UNDERSTAND AID ▾

APPLY FOR AID ▾

COMPLETE AID PROCESS ▾

How to apply for a Direct Loan

1. Apply for an FSA ID at <https://studentaid.ed.gov/sa/fafsa/filling-out/fsaid>.
2. Complete the 2021-2022 Free Application for Federal Student Aid (FAFSA) at <https://fafsa.gov>.
3. Complete your MPC financial aid file by submitting all required requested documentation.
4. Complete Master Promissory Note & Complete Entrance Counseling for Undergraduate <https://studentaid.gov/>
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 2021 and Spring 2022. **NO SUMMER LOAN**

applicants agree to all of the terms and conditions for the Federal Direct Loan.

FALL ONLY Deadline is Nov 22, 2021 @ noon. Fall/Spring Deadline is May 2, 2022 @ noon.

Master Promissory Note (MPN)

The *Master Promissory Note (MPN)* is a legal document in which you promise to repay your loan(s) and any accrued interest and fees to the U.S. Department of Education. It also explains the terms and conditions of your loan(s).

You may receive more than one loan under an MPN over a period of up to 10 years to pay for your or your child's educational costs, as long as the school is authorized to use the MPN in this way and chooses to do so.

The school will tell you which loans, if any, you are eligible to receive.

Complete Your Student Loan Entrance Counseling Requirement

Entrance counseling ensures you understand the terms and conditions of your loan and your rights and responsibilities. You'll learn what a loan is, how interest works, your options for repayment, and how to avoid delinquency and default.

When you're finished, a record of your completion will be sent to the schools you selected, and you can then receive your loan money. Keep in mind that you cannot save and leave an incomplete session; you must complete entrance counseling in one sitting.

I'm an Undergraduate Student

MPN for Subsidized/Unsubsidized Loans

980 Fremont Street • Monterey, California 93940-4799 • (831) 646-4030

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 in college.

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

Loans with a first disbursement from July 1, 2021 to June 30, 2022 will have a **interest rate of 3.73%**.

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 Counseling <https://studentaid.gov/> ==>Complete Aid Process==>Complete Entrance 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 each year the student requests a loan. Entrance Counseling explains student's rights and responsibilities for student loans. Loan Entrance Counseling at <https://studentaid.gov/> also known as Federal Student Aid.

****Exit Counseling** is online at <https://studentaid.gov/> ==>Manage Loans==>Complete Exit Counseling**

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.

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.

2021-2022 Monterey Peninsula College William D. Ford Federal Direct Loan Request Form

Please type or 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 _____

Permanent Address: (IF different than current address)

Street _____ Apt. No. _____

City _____ State/Zip Code _____

Cell Phone _____ E-mail _____

Loan Amount Requested: (Refer to Maximum Loan Amounts see below)

\$ _____ Subsidized (interest free)

\$ _____ 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.

_____ Fall 2021 only

_____ Fall 2021 and Spring 2022

_____ Spring 2022 only

Please put initials in box if you have never had a student loan before.

Maximum Loan Amounts					
Dependent			Independent		
	Subsidized	Unsubsidized		Subsidized	Unsubsidized
1st year	\$3,500	\$2,000	1st year	\$3,500	\$6,000
2nd year	\$4,500	\$2,000	2nd year	\$4,500	\$6,000

Please complete backside →

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

Mother or Guardian's Name and Address (Required)

Last Name _____ First/MI _____
Street _____ City/St/Zip Code _____
Cell Phone(_____) _____ E-mail _____

Father or Guardian's Name and Address (Required)

Last Name _____ First/MI _____
Street _____ City/St/Zip Code _____
Cell Phone(_____) _____ E-mail _____

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 (Required to have two people listed here)

Last Name _____ First Name/MI _____
Street _____ City/St/Zip Code _____
E-mail _____ Cell Phone (_____) _____

Last Name _____ First Name/MI _____
Street _____ City/St/Zip Code _____
E-mail _____ Cell Phone (_____) _____

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 MPC 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 MPC loan request form in-person or U.S. Mail or email to financialaid@mpc.edu****



2021–2022

Loan Entrance Budget Form for One Semester

X	X	X	-	X	X		-			
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SOCIAL SECURITY NUMBER

			-				-			
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MPC STUDENT ID NUMBER

1 Semester = 5 months

Income (Section A)

	Per Month		Per Semester
Grants/Scholarships			_____
Student Loans			_____
Employment/Income	_____	x5	_____
Other Income	_____	x5	_____
TOTAL INCOME	_____		_____ (A)

Expenses (Section B)

	Per Month		Per Semester
Tuition & Fees			_____
Book & Supplies			_____
Rent/Housing	_____	x5	_____
Utilities	_____	x5	_____
Phone	_____	x5	_____
Meals	_____	x5	_____
Clothes	_____	x5	_____
Laundry	_____	x5	_____
Car/Gas/Maintenance	_____	x5	_____
Insurance (Car/Life/Health)	_____	x5	_____
Credit Card	_____	x5	_____
Entertainment	_____	x5	_____
Miscellaneous	_____	x5	_____
TOTAL EXPENSES	_____		_____ (B)

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****