

**Pellissippi State Technical Community College
Loan Request Form
2005-2006**

Name: _____
Last
First
MI

SSN: _____

Address: _____

Phone Number: _____

Date of Birth: _____

Anticipated Graduation Date: _____

Period of Loan **ALL LOANS HAVE TWO DISBURSEMENTS**

Fall/Spring ____ Fall Only ____ Spring Only ____ Summer Only ____

Loan Amount Requested: \$ _____

Choose a Lender: (It is important to use the same lender from year to year)

____ Suntrust	____ EdAmerica
____ Citibank	____ Amsouth
____ Regions	____ First Tennessee
____ Other (Please provide lender code and MPN for other lender)	Lender Code _____

Before your loan request can be processed, please take note of the following:

- You must have a complete financial aid file in the Pellissippi State Financial Aid Office. A complete file consists of the information from your processed FAFSA and any required documentation/verification. Also, you may not be in default on a previous student loan, owe an overpayment, or be on financial aid suspension.
- Before we can transmit your loan to the Tennessee Student Assistance Corporation for guarantee, you must have a signed Master Promissory Note (MPN) on file. If you have received a student loan at Pellissippi State within the past year and are applying with the same lender, the MPN is valid for 10 years and you will not be required to sign a new MPN. If you are a new borrower at Pellissippi State or are changing lenders, you can complete the MPN in our office or by going online to our web page at www.pstcc.edu/departments/financial_aid/stafford_loans.htm.

Please return form to:

**Pellissippi State Technical Community College
10915 Hardin Valley Road, P.O. Box 22990
Knoxville, TN 37933-0990
Phone: (865) 694-6565 Fax: (865) 694-6577**

Signature _____	Date _____	
*****College Use Only*****		
Full Time ____ At least half time ____	Loan Period _____ to _____	COMP ____
Cost of Attendance _____	Grade Level _____	RAP ____
Family Contribution _____	Graduation Date _____	MPN ____
Estimated Financial Aid _____	Subsidized Amount \$ _____	HOLDS ____
Remarks:	Unsubsidized Amount \$ _____	Comments: ----- ----- ----- ----- ----- ----- -----
School Official: _____	Entrance Counseling _____	----- ----- ----- -----
Date _____	30-Day hold _____	----- ----- ----- -----

PLEASE READ CAREFULLY:

The Federal Stafford Loan is a low-interest loan made to a student by a lending institution. The student must file a Free Application for Federal Student Aid (FAFSA) to determine the student's need. There are two types of loans: a Subsidized Stafford Loan and an Unsubsidized Stafford Loan. A Subsidized Stafford Loan is a loan based on need and the U.S. Department of Education will pay the interest on these loans while the student is enrolled for at least 6 credit hours, during the six-month grace period and during authorized periods of deferment. An Unsubsidized Stafford Loan is one that starts accumulating interest as soon as the loan money is disbursed to the institution. A student can choose to make the monthly interest payments or have the interest added to the principle amount of the loan. The interest rate is a variable rate that cannot exceed 8.25 percent.

Federal Student Loan Interest Rates Effective July, 2004 through June 30, 2005
2.77% Federal Stafford Loans During in-school, grace and deferment periods
3.37% Federal Stafford Loans during repayment

It is the student's responsibility to remember the name of their lender and to continue with the same lender from year to year. If a student chooses a different lender from the previous year, the student will be required to sign a new MPN for the second lender. Always keep a copy of the information pertaining to your Stafford student loans.

Preferred Lender List:

<u>Lender Name</u>	<u>Toll-Free Number</u>
SunTrust	800-457-8243
EdAmerica	877-337-8439
Citibank	800-394-7194
First Tennessee	866-386-5641
Regions	800-422-7404
Amsouth	800-267-6884

Loan Eligibility:

Students may borrow up to:

\$2,625 – Freshman limit for an academic year (\$1,313 per semester) Maximum Amount \$5,250
\$3,500 – Sophomore limit for an academic year (\$1,750 per semester) Maximum Amount \$7,000

Students are eligible to receive no more than two full loans at the freshman level and two full loans at sophomore level. Loans received at previous institutions are included in the total. Students must have completed a minimum of 30 college level hours, including transfer hours accepted, to be considered a sophomore.

NOTE: All loans are based on cost of attendance, EFC, other aid received and applicable loan limits. A student taking out a single semester loan who is graduating at the end of the semester for which the loan is being certified, may have the loan prorated based on the number of hours registered for that semester. Therefore **A STUDENT MAY NOT QUALIFY FOR THE FULL AMOUNT SHOWN ABOVE.**

Loan Disbursements:

Federal regulations require that all Federal Stafford Loans be issued in two equal disbursements. If a student applies for a loan that covers two semesters, loan funds will be disbursed by the lender in equal amounts at the beginning of each semester. Loans borrowed for only one semester will result in one-half of the loan being sent at the beginning of the semester, and the second half being sent at the midpoint of the semester. Lenders will deduct a loan origination fee of approximately 2% before the money is disbursed to Pellissippi State. To be eligible to receive a loan disbursement, all students must be enrolled in, and attend, at least 6 credit hours. **For all first time borrowers at Pellissippi State, the first disbursement of the student loan will not be released until 30 days after the first day of classes. FOR ALL OTHER LOAN RECIPIENTS, LOAN CHECKS WILL BE RELEASED AFTER THE 14TH DAY OF CLASS EACH SEMESTER.** Pellissippi State has the right to adjust any loan amount due to additional funding.

All first-time borrowers at Pellissippi State must complete the Student Loan Entrance counseling before receiving any loan funds. Students can complete the counseling electronically online through our web page at www.pstcc.edu/departments/financial_aid/entrance at the student's convenience through Mapping Your Future. Students will need to carefully read the information and answer the questions at the end of each session. The information will be sent electronically to a Pellissippi State Financial Aid Officer within 24 hours and checked during regular business hours. Please be sure to print a confirmation page for student's records after the entrance counseling is completed.