



Federal Stafford Loan Request Form 2006-2007

Upon submission of your Free Application for Federal Student Aid (FAFSA) you indicated an interest in a Federal Stafford Loan. To receive Stafford Loan funds, you must complete this form and return it to the Financial Aid Office at Central Arizona College.



Student Name (please print) _____ CAC ID# _____ / _____ SSN _____

Mailing Address _____ City _____ State _____ ZIP Code _____

Telephone Number (including area code) _____ Email Address (optional) _____

Month: _____ Year: _____ 6-8 9-11 12 or more _____
 Estimated Grad Date from CAC _____ Circle your hours of attendance _____ Driver's License# _____ Birth Date (mm/dd/yy) _____

Annual Loan Amounts for "Full Time" Students

1st year Dependent Student (0-29 hrs)	\$2,625	2nd year Dependent Student: (30+ hrs)	\$3,500
1st year Independent Student (0-29 hrs)	\$6,625 (\$2,625 in subsidized; \$4,000 in unsubsidized)	2nd year Independent Student: (30+ hrs)	\$7,500 (\$3,500 in subsidized; \$4,000 in unsubsidized)

Returning CAC Borrowers

We already know the lender you used last year, therefore, just complete the following.

1. Enter the amount you wish to borrow for the full academic year: \$ _____
2. Do you wish to pay unsubsidized interest while in school? Circle One: Yes No

Note: You will pay less in finance charges over the life of the loan if interest payments on unsubsidized Stafford Loans are made while in school. Interest payments are not required, but any accrued unpaid interest will be capitalized (added to the loan balance) at repayment resulting in a higher unpaid balance at repayment.

First Time CAC Borrowers

1. Enter the amount you wish to borrow for the full academic year: \$ _____
2. Do you wish to pay unsubsidized interest while in school? Circle One: Yes No

Note: You will pay less in finance charges over the life of the loan if interest payments on unsubsidized Stafford Loans are made while in school. Interest payments are not required, but any accrued unpaid interest will be capitalized (added to the loan balance) at repayment resulting in a higher unpaid balance at repayment.

3. Please select your lender from the list below.

I have selected: _____ Lender Code # _____ for my loan.

4. All first time borrowers at CAC must complete an online Loan Entrance Interview at www.centralaz.edu.

Lender Name	Lender Code	Borrower Benefits
National Education 1-800-345-4325 www.nationalead.net	#830628	Save 3% immediately with 0% origination fee on Stafford Loans 0% default fee with participating guarantors 2.25% interest rate reduction _ 1% interest rate reduction after making your first 24 scheduled payments on time, increasing to a _ 2% interest rate reduction after making your first 48 scheduled payments on time _ .25% interest rate reduction for automatic withdrawal (ACH)
Colledge Loans 1-877-265-5334 www.colledgeloads.com	#833487	0% origination fee on Stafford Loans 0% default fee for all guarantors .25% interest rate reduction for auto debit* Earn 5 Free Loan Payments with MVP (Most Valuable Player)** *discount is lost after 31 days late but may re-enroll ** Payment certificate is earned by making 36 on time loan payments – additional certificates earned every 12 months of continued on time payments
Wachovia 1-800-338-2243 www.wachovia.com	#830005	Save 3% immediately with 0% origination fee Instant 1% rebate at the start of repayment* Another 1% rebate after all of the first 12 payments* Extra 1.5% rebate after all of the first 24 payments * *using auto debit (ACH) for payments
Southwest Student Services Corporation 1-800-367-2369 www.sssc.com	#830630	0% origination fee on Stafford Loans 0% default fee for all guarantors 1% interest rate reduction at repayment .25% interest rate reduction when using ACH

Signature _____ Date _____

ALL FIRST TIME BORROWERS AT CAC must attend classes for at least 30 days and be making satisfactory academic progress before your loan can be disbursed to you. Also, you must complete an Entrance Interview. See the Financial Aid Office for details.

ALL BORROWERS MUST:

- Be enrolled in at least 6 credits in an eligible program of study.
- Be making satisfactory academic progress as stated in the CAC Catalog.
- Demonstrate financial need as determined by the Free Application for Federal Student Aid (FAFSA).
- Complete a Master Promissory Note (MPN).

LOAN AMOUNTS MAY BE PRO-RATED FOR:

- One semester loans.
- Less than full-time students.
- Students with less than 24 credits remaining in their program of study.
- By federal regulation, the Financial Aid Administrator may deny certification or reduce the amount of the loan.

Helpful Information About Repayment

SOME FACTS ABOUT DEFERMENT

Under certain circumstances, you may be eligible to postpone Stafford Loan repayment with a deferment. During deferment, the government pays the interest on your subsidized Stafford Loan (but not on unsubsidized Stafford Loans). Stafford Loan deferment may be granted if you are:

- Enrolled in school at least half time or completing a graduate fellowship.
- Unemployed.
- Suffering from economic hardship.
- Receiving or are scheduled to receive rehabilitation training in a program for disabled people.

For a full list of deferment options, visit your lender's website.

SOME FACTS ABOUT FORBEARANCE

Forbearance is another way to temporarily postpone Stafford repayment. Lenders may allow a forbearance if they believe you intend to pay the loan, are temporarily unable to make payments, and are ineligible for a deferment. During forbearance, interest continues to accrue (increase) on your loan. Stafford Loan forbearance may be granted if you are:

- Waiting for a deferment to be approved and have fallen behind on your payments.
- Subject to military mobilization.
- Living in a geographic area that has been declared to be a disaster area by the president or your governor.
- Experiencing poor health conditions.

Other forbearance conditions may apply. Call your lender or your loan servicer for more information.

AVOID DELINQUENCY AND DEFAULT AT ALL COSTS!

Repaying your student loan is not an option – it's a requirement. When you are late on a payment, you are considered "delinquent." Once you are more than 90 days late, your delinquency will be reported to national credit bureaus, which will negatively affect your credit rating. If you are 270 days late on your scheduled payments, you have gone into "default." That is when the loan holder assumes you do not plan to repay the loan and the default will stay on your credit report 7 years – long enough to make it difficult to obtain auto loans, credit cards, and other financing.

Federal Stafford Loan Repayment Chart

The chart below shows estimated monthly Federal Stafford Loan payments at various borrowing levels based on interest rates of 5.00%, 6.80% and 8.25%.

Loan Amount	Number of Payments	5.00%		6.80%		8.25%	
		Monthly Payment Amount	Total Paid (Principal and Interest)	Monthly Payment Amount	Total Paid (Principal and Interest)	Monthly Payment Amount	Total Paid (Principal and Interest)
\$ 5,000	120	\$ 53.03	\$ 6,363.60	\$ 57.54	\$ 6,904.80	\$ 61.33	\$ 7,359.60
7,500	120	79.55	9,546.00	86.31	10,357.20	91.99	11,038.80
10,000	120	106.07	12,728.40	115.08	13,809.60	122.65	14,718.00
15,000	120	159.10	19,092.00	172.62	20,714.40	183.98	22,077.60
20,000	120	212.13	25,455.60	230.16	27,619.20	245.31	29,437.20
25,000	120	265.16	31,819.20	287.70	34,524.00	306.63	36,795.60



Lender Coder: 830628
1-800-345-4325
www.nationaled.net