



UNIVERSITY of WISCONSIN - EAU CLAIRE

105 Garfield Avenue, Schofield 115, Eau Claire, WI 54702-4004

Request for Interest-bearing Student Loan

You may be eligible to receive an interest-bearing loan, which is not based on financial need. This loan is not like other federal student loans. Most federal student loans are interest-free while the borrower is enrolled in school at least half time. Under the William D. Ford Federal Direct Unsubsidized Loan Program (UFDL) the borrower accrues interest after the loan is disbursed.

Under this program, the amount of interest you accumulate will depend upon the amount you borrowed through UFDL and the interest rate of your loan. The interest you pay will not reduce the principal of your loan. You do not, however, have to repay the principal while you are a student. Your loan servicer will provide you with details about paying interest after you have completed the loan process.

Although there is nothing wrong in borrowing to further your education, it is always best to borrow judiciously. UFDL is an option that may be right for you, but be aware that it requires careful management of interest payment options. Please do not hesitate to contact the UW-Eau Claire Financial Aid Office if you have questions or concerns about this type of loan.

<i>SUBSIDIZED/UNSUBSIDIZED LOAN LIMITS</i>		
<u>Annual Loan Limits</u>	<u>Dependent</u>	<u>Independent</u>
Freshman 0 -29 Credits	\$3,500+ \$ 2,000 = \$5,500	\$3,500+ \$ 6,000 = \$ 9,500
Sophomore 30 -59 Credits	\$4,500+ \$ 2,000 = \$6,500	\$4,500+ \$ 6,000 = \$ 10,500
Junior/Senior 60+ Credits	\$5,500+ \$ 2,000 = \$7,500	\$5,500+ \$ 7,000 = \$ 12,500
Graduate		\$8,500+ \$12,000 = \$ 20,500
<u>Aggregate Loan Limits</u>		
	Undergraduate – Dependent	\$31,000
	Undergraduate – Independent	\$57,500
	Graduate or Professional	\$138,000

If you wish to accept an interest-bearing loan, complete the back of this form and submit it to the Financial Aid Office, 115 Schofield.

Important Note

- A ½ % origination fee is charged by the federal government on these loans. Consequently, your net loan check will be 99.5% of what you requested in the loan.
- The rate on the unsubsidized loan is fixed at 6.8 %

To Request an Unsubsidized Ford Loan:

Indicate the amount of loan you would like to borrow each semester. If you will not be enrolled in all of the semesters listed or do not want to borrow in all semesters listed, enter loan amounts only in those semesters for which you wish to borrow.

Fall Semester \$	Spring Semester \$
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If you are attending fall and spring semester and you request a higher amount of loan for fall, please explain how you will meet your spring expenses:

Do not apply for winterim or summer until you have registered and completed the aid application on My Blugold for these terms.	
Winterim \$	Summer \$

I understand aid (including unsubsidized FORD Loan) will be applied directly to my UW-Eau Claire account to pay any and all charges. If this is not agreeable, I will contact the Financial Aid Office prior to returning this document and make special arrangements.

I authorize the Financial Aid Office to make the above change to my financial aid award

Print Name: _____ ID # _____ SS# _____

Last 4 digits only

Signature: _____ Date: _____

Please plan on 10 – 15 working days to process this request.

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