



2018-19 Academic Year
Federal Student Loan Instructions
 Interest Rates for Sub/Unsub student loans is: 5.05%

In an effort to better educate and provide financial information about your rights and responsibilities as a student loan borrower, Great Basin College is **required** to have all students complete the Entrance Counseling Session on each loan borrower every academic year. Upon the completion of the Entrance Counseling and the Master Promissory Note (MPN), GBC will be notified electronically that the student has completed and met the requirements from the Department of Ed. **Watch videos for step-by-step instructions.**



Internet Web Page: www.studentloans.gov



Transferring Students:

Be aware of the GBC student loan policy: If a student has **\$15,000 or more in student loan debt with no degree.**

- Students must request **official** transcripts from every college/university listed on the NSLDS print out to be sent to GBC Admissions Office. **Regardless, of whether a student has earned credits or not.**
- Official academic transcripts must be evaluated by GBC Admissions Office before student loans can be offered.



Step 1:

Sign into www.studentloans.gov Use the same **FSA ID username and password** created for the **FAFSA for 2018-19.** Must have a 2018-19 Award/Offer Letter, first. [Watch video](#)

Step 2:

Complete the Entrance counseling session at www.studentloans.gov for 1st time GBC student loan borrowers. The Entrance Counseling outlines your rights and responsibilities as a student loan borrower. [Watch Video](#)

Step 3:

Complete the Master Promissory Note (MPN) at www.studentloans.gov
Returning GBC students will not be required to complete another MPN. MPNs are good for ten (10) years as long as you attend GBC.
New and transferring student will be required to complete a MPN. New student loan borrowers are required to read the [NEW 150% Time Limitation on Direct Student Loan for First-Time Borrower.](#)

Step 4:

Submit and Attach: Print out (1 page) from National Student Loan Database System (NSLDS) of your total loan indebtedness go to: www.nsls.ed.gov New student loan borrower? Not required
 ■ **FAFSA/ FSA ID username and password required** to access to the database. **Do not click the "Download" button.** Simply, right click; your mouse and print screen the **Financial Aid Review. (1 page)** Submit/Attach.

Step 5:

Enroll in a minimum of six (6) eligible credits. <http://www.gbcnv.edu/mygbc.html> *Ineligible credits are courses that are below 095 level, Community Service courses, CDL, EMT, Driver's Education, and in some cases the CNA program*

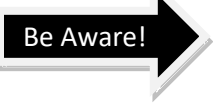
Step 6:

Bring /Fax/ Mail the Student Loan Request Form, Statement of Understanding, and the 1 page print out of the Financial Aid Review from the NSLDS website (if applicable). Return to the GBC Financial Aid Office-Elko.
 ■ References will be contacted for authentication. ■ Incomplete student loan application will not be processed.

Wait

View and Accept your GBC Financial Aid Award Letter for your Federal Student Loan amount(s) at <http://www.gbcnv.edu/mygbc.html> (Student Center)
 Please allow **4-5 business days** after turning in the Loan Request form to the GBC Financial Office to add your loan amounts to your Award Letter to view and accept. An email will be sent notifying to accept student loan.

Note: During peak times in August and January it could take 7 to 10 business days for offer.



Progress Reports will be required before funds can be disbursed if you are:

- 30-day wait for first-time student, first-time student loan borrowers.
- 10-day wait for transfer students with student loan debt that do not require academic transcripts.
- Taking 100% online classes and you do not reside in the GBC service areas that consist of Battle Mountain, Elko, Ely, Pahump, and Winnemucca.

An email notification letter will be sent from the GBC Student Financial Services Office when monies have been deposited into your student account. Set up Direct Deposit in your GBC Student Center.
Faster and easier to receive your funds!
ABSOLUTELY!!! No Loans will be processed after May 1, 2019, for the 2018-19 academic year!!

Do not turn in this loan table!! This is for your information.

FEDERAL DIRECT STUDENT LOAN LIMITS PER AWARD YEAR

2018-19

INTEREST RATES for Sub/Unsub is: 5.05%

Are you dependent or independent based on the 2018-19 FAFSA?
The government determines whether you are dependent or independent.

Academic Grade Level/Loan	Maximum Loan Amount	
	Dependent Student	Independent Student or Dependent Student Whose Parent is ineligible for PLUS
First-Year Undergraduates (1-29 credits) Freshman		
Base Direct Loan eligibility (subsidized and unsubsidized)	\$3500	\$3500
Additional unsubsidized Direct Loan eligibility	\$2000	\$6000
Maximum First-Year Total	\$5,500	\$9,500
Second-Year Undergraduates (30 – 59 credits) Sophomore		
Base Direct Loan eligibility (subsidized and unsubsidized)	\$4500	\$4500
Additional unsubsidized Direct loan eligibility	\$2000	\$6000
Maximum Second-Year Total	\$6,500	\$10,500
Third-and Subsequent Years Undergraduates (60+ credits) Junior/Senior		
Base Direct Loan eligibility (subsidized and unsubsidized)	\$5500	\$5500
Additional unsubsidized Direct Loan eligibility	\$2000	\$7000
Maximum Third-and Subsequent- Years Total	\$7,500	\$12,500
Graduate and Professional Students		
Base Direct Loan eligibility (subsidized and unsubsidized)	n/a	\$8500
Additional unsubsidized Direct loan eligibility	n/a	\$12,000
Maximum Graduate Professional Total	n/a at GBC	\$20,500

Students cannot exceed lifetime borrowing limits. Generally, your outstanding principle balance cannot exceed:

- \$31,000 as a dependent undergraduate student (no more than \$23,000 of which may be subsidized)
- \$57,500 as an independent undergraduate student (no more than \$23,000 of which may be subsidized)

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Time Limitation on Direct Subsidized Loan Eligibility for First-Time Borrowers on or after July 1, 2013

Maximum eligibility period to receive Direct Subsidized Loans

There is a limit on the maximum period of time (measured in academic years) that you can receive Direct Subsidized Loans. In general, you may not receive Direct Subsidized Loans for more than 150% of the published length of your program. This is called your “maximum eligibility period”. You can usually find the published length of any program of study in your school’s catalog.

For example, if you are enrolled in a 4-year bachelor’s degree program, the maximum period for which you can receive Direct Subsidized Loans is 6 years (150% of 4 years = 6 years). If you are enrolled in a 2-year associate degree program, the maximum period for which you can receive Direct Subsidized Loans is 3 years (150% of 2 years = 3 years).

Your maximum eligibility period is based on the published length of your current program. This means that your maximum eligibility period can change if you change programs. Also, if you receive Direct Subsidized Loans for one program and then change to another program, the Direct Subsidized Loans you received for the earlier program will generally count against your new maximum eligibility period.

Click [here](#) to see some examples that show how your maximum eligibility period can change if you change

Periods that count against your maximum eligibility period

The periods of time that count against your maximum eligibility period are periods of enrollment (also known as “loan periods”) for which you received Direct Subsidized Loans.

For example, if you are a full-time student and you receive a Direct Subsidized Loan that covers the fall and spring semesters (a full academic year), this will count as one year against your maximum eligibility period.

If you receive a Direct Subsidized Loan for a period of enrollment that is shorter than a full academic year, the period that counts against your maximum usage period will generally be reduced accordingly.

For example, if you are a full-time student and you receive a Direct Subsidized Loan that covers the fall semester but not the spring semester, this will count as one-half of a year against your maximum eligibility period.

With one exception, the amount of a Direct Subsidized Loan you receive for a period of enrollment does not affect how much of your maximum eligibility period you have used. That is, even if you receive a Direct Subsidized Loan in an amount that is less than the full [annual loan limit](#), that lesser amount does not reduce the amount of your maximum eligibility period you have used. The one exception applies if you receive the full annual loan limit for a loan period that does not cover the whole academic year. In that case, the loan will count as one year against your maximum eligibility period regardless of your enrollment status (half-time, three-quarter time, or full-time).

Click [here](#) to see an example.

Keep! This is for your records. Do not submit with Loan Request Form.

Effect of borrowing while enrolled part-time

If you receive a Direct Subsidized Loan when you are enrolled less than full-time, the period that is counted against your maximum eligibility period will be reduced.

For example, if you are enrolled half-time and receive a Direct Subsidized Loan for a period of enrollment that covers a full academic year, this will count as only one-half of a year against your maximum eligibility period.

Loss of eligibility for additional Direct Subsidized Loans and becoming responsible for paying interest on Direct Subsidized Loans

After you have received Direct Subsidized Loans for your maximum eligibility period, you are no longer eligible to receive additional Direct Subsidized Loans. However, you may continue to receive Direct Unsubsidized Loans.

In addition, if you continue to be enrolled in any undergraduate program after you have received

Direct Subsidized Loans for your maximum eligibility period, we will no longer (with certain exceptions) pay the interest that accrues on your Direct Subsidized Loans for periods when we would normally would have done so. The chart below provides examples of these circumstances.

Do I become responsible for paying the interest that accrues on my Direct Subsidized Loans because . . .	Yes	No
I am no longer eligible for Direct Subsidized Loans and I stay enrolled in my current program?	X	
I am no longer eligible for Direct Subsidized Loans, did not graduate from my prior program, and am enrolled in an undergraduate program that is the same length or shorter than my prior program?	X	
I transferred into the shorter program and lost eligibility for Direct Subsidized Loans because I have received Direct Subsidized loans for a period that equals or exceeds my new, lower maximum eligibility period, which is based on the length of the new program?	X	
I was no longer eligible for Direct Subsidized Loans, did not graduate from my prior program, and am enrolled in an undergraduate program that is longer than my prior program?		X
I lose eligibility for Direct Subsidized Loans and immediately withdraw from my program?		X
I graduated from my prior program prior to or upon meeting the 150% limit, and enroll in an undergraduate program that is the same length or shorter than my prior program?		X
I enroll in a graduate or professional program?		X
I enroll in preparatory coursework that I am required to complete to enroll in a graduate or professional program?		X
I enroll in a teacher certification program (where my school does not award an academic credential)?		X

Remember, your maximum eligibility period can change if you enroll in a different program. So, if you received Direct Subsidized Loans for your maximum eligibility period for one program and then enroll in a longer program, you will not become responsible for interest that accrues on your Direct Subsidized Loans.

If you meet any of the conditions on the prior page, you will become responsible for the interest

that accrues on your Direct Subsidized Loans, from the date of your enrollment after meeting the 150% limit, during periods when we would have normally paid the interest for you. Below is a chart that summarizes the periods when we normally pay the interest on your Direct Subsidized Loans, and an explanation and what happens after you become responsible for the interest.

Click [here](#) to see an example.

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If you become responsible for the interest that accrues on your Direct Subsidized Loans, any interest that you do not pay will be capitalized (added to your loan principal balance) at the end of the grace, deferment, or other periods. Capitalized interest increases your loan principal, increases your monthly payment

amount under most Direct Loan repayment plans, and causes you to pay more interest over the life of your loan.

Your federal loan servicer will notify you if you become responsible for paying the interest on your Direct Subsidized Loans.

Regaining eligibility for Direct Subsidized Loans

If you become ineligible for Direct Subsidized Loans because you have received Direct Subsidized Loans for your maximum eligibility period, you may again become eligible to receive Direct Subsidized Loans if you enroll in a new program that is longer than your previous program.

Click [here](#) to see an example.

If you regain eligibility to receive additional Direct Subsidized Loans because you enrolled a program that is longer than your prior program and you previously became responsible for paying all of the interest that accrues on your Direct Subsidized Loans, we will pay the interest that accrues on your new loans during the periods described in the chart above.

Keep! This is for your records. Do not submit with Loan Request Form.

**Reminder!
Student Loans never go away unless you repay!!**