

IOWA

Office of Student
Financial Aid

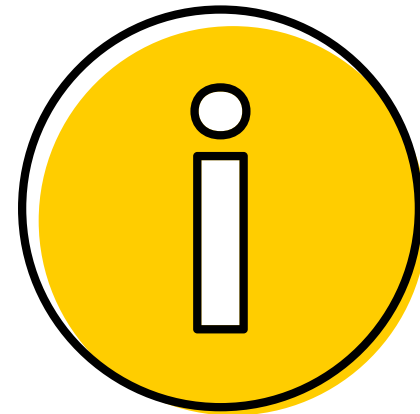
Student Loans

May 24, 2023



Agenda

- Federal Student Loans
 - Applying/Options
 - Accepting
 - Repayment
- Parent PLUS
- Private Loans
- Emergency/Self-Service Loans



Federal Student Loans

Applying for Federal Student Loans

- FAFSA (Free Application for Federal Student Aid)
 - studentaid.gov
 - Complete application yearly
- Eligibility:
 - US citizen or permanent resident
 - Enrolled at least half-time
 - Not be in default on a federal student loan, or owe a refund on a grant
 - Maintain Satisfactory Academic Progress (SAP)
- Regardless of income, students qualify for loans

Federal Student Loan Options

- Subsidized loan
 - Interest-free while in school
 - 5.49% fixed interest rate in repayment*
- Unsubsidized loan
 - Accrues interest while in school
 - Undergraduate: 5.49% fixed interest rate*
 - Graduate: 7.05% fixed interest rate*
- Graduate/Professionals PLUS
 - Requires a credit check
 - Accrues interest while in school
 - 8.05% fixed interest rate in repayment*



*2023-24 estimated rates

Federal Student Loan Annual Maximums

Maximum Loan Limits for Federal Direct Loans			
	Dependent Undergraduate	Independent Undergraduate	Graduate - Unsubsidized
First Year	\$5,500	\$9,500	\$20,500 (Health Prof. Students may have more options)
Second Year	\$6,500	\$10,500	
Third Year +	\$7,500	\$12,500	
Aggregate Loan Limit	\$31,000	\$57,500	\$138,500

Grad PLUS does not have specific limit, but cannot exceed Cost of Attendance



Accepting Federal Student Loans

Financial Aid To Do List in MyUI

• Complete these forms if you want to borrow the loan(s) on your [award notification](#)

Student Loans	Status	Notes
Federal Direct Stafford Loan Entrance Counseling	NOT_RECEIVED	You will log into https://studentloans.gov and click Complete Loan Counseling. Start the Entrance Counseling.
Federal Direct Stafford Loan Master Promissory Note	NOT_RECEIVED	You will log into https://studentloans.gov and click Complete Loan Agreement (Master Promissory Note). Start the MPN for Subsidized/Unsubsidized Loans.
Student Loan Acceptance	NOT_COMPLETE	You need to accept, reduce, or decline your student loans here before they can be released.
Parent Loans		
Federal Direct Parent PLUS Loan Master Promissory Note	NOT_COMPLETE	Your parent will log into https://studentloans.gov and click Complete Loan Agreement (Master Promissory Note). Start the PLUS MPN for Parents.
Federal Direct Parent PLUS Loan Request	NOT_COMPLETE	Your parent will log into https://studentloans.gov , and click Apply for a Direct PLUS Loan. Start the Direct PLUS Loan Application for Parents. A new request must be made for each semester (fall, spring, or summer).

Accepting Federal Student Loans

Financial Aid To Do List in MyUI

STUDENT LOAN ACCEPTANCE AWARD YEAR: 2018 - 2019

Listed below are the federal loans you have been offered. You must accept the loans you want to borrow before they can be released to pay your U-Bill and/or be refunded to you. You can create a budget [to track your expenses and determine the amount of loans you may need to borrow.](#)

STUDENT LOAN SUMMARY

FALL 2018

Award	Amount	Status	Status Date
Federal Direct Unsubsidized Stafford Loan	\$3,650	Offered	01/16/2018
Federal Direct Subsidized Stafford Loan	\$100	Offered	07/04/2018

SPRING 2019

Award	Amount	Status	Status Date
Federal Direct Unsubsidized Stafford Loan	\$3,750	Offered	01/16/2018

To *accept* or *decline* all offered loans or *reduce* your loans, click the appropriate button below. You will be taken to a new page to reduce your loans.

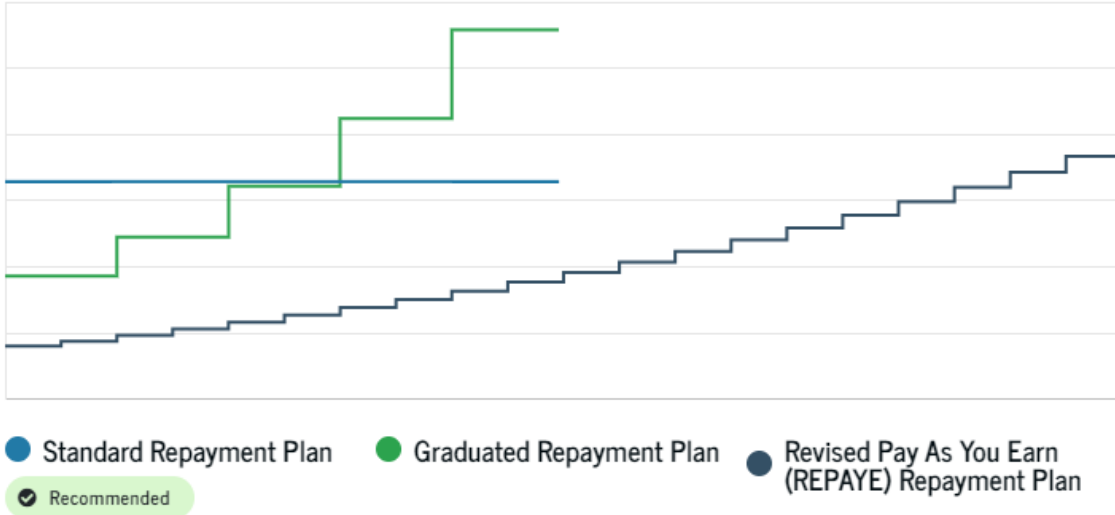
You can only accept/decline/reduce your loans once in MyUI. If you change your mind later you can email the Office of Student Financial Aid at financial-aid@uiowa.edu to update your loan request. Please provide your full name and student ID number. Requests can't be done by phone.

[Accept All Offered Loans](#) [Decline All Offered Loans](#) [Reduce My Loans](#)

Excess Aid/Federal Student Loan Money

- Refunded to the student
- Can reduce loans after they have disbursed
- Cancel through our office – cancels accrued interest and loan fees
- Student pays reduced loan through UBill
- Can make payments toward loans through servicer

Repaying Federal Student Loans



	Standard Repayment Plan	Graduated Repayment Plan	Revised Pay As You Earn (REPAYE) Repayment Plan
Monthly Payment (Start)	\$329	\$186	\$80
Monthly Payment (End)	\$329	\$558	\$367
Paid Off By	April 2033	April 2033	April 2043

Assumes \$31,000 borrowed with \$30,000 starting salary



Federal Parent PLUS Loan

Federal Parent PLUS Loan



- Requires a credit check
- Accrues interest while in school
- 8.05% fixed interest rate in repayment (2023-24 estimated rates)
- Parent must apply for new loan each semester
 - Apply through studentaid.gov
 - Can fill remaining Cost of Attendance or request specific amounts
 - Origination fees

Federal Parent PLUS Loan - Denied

- Undergrad student can borrow more unsubsidized loan
 - Student must contact us to request the additional loan
 - Up to \$4,000 for 1st and 2nd year
 - Up to \$5,000 for 3rd and 4th year
- Have different parent apply
- Obtain endorser
 - Endorser must complete [Addendum](#)
 - Need a new Master Promissory Note
 - Complete [Direct PLUS Counseling](#)
- Credit [Appeal](#)
 - Information incorrect/has been corrected
 - Extenuating circumstances



Private Student Loans

Private Student Loans

- Can use any lender
 - [Preferred lender list](#) on website
- Interest rates vary depending on credit of co-signer
- No-cosigner options
 - Students can reach out to us for more details



Private Student Loans – 2021-2022

- 2,003 Private Loan Counseling appointments
- Helped 377 students reduce loan request
 - 3% average reduction



**PRIVATE LOAN REDUCTIONS AFTER
COUNSELING TOTALED**

\$1,050,109

Private loan counseling is required for all undergraduate students applying for a private student loan.

Emergency/Self-Service Loans

Emergency Loans



- Must contact our office to ask for this
- Up to \$1,000
- When financial aid/refund is delayed and student needs money immediately for rent/living expenses
 - Awarded only if the aid/other means to pay it off is coming in and it's just a timing issue
- Repay within 3 months of receipt of funds
 - Can make payments at UI Service Center or online through [ECSI](#)

Self-Service Loans

- Must be enrolled
- Applied directly to UBill
- Apply through MyUI
- \$200-500
- 0% interest if paid on time
 - 10% annual interest on unpaid balance until paid in full
- Repay by end of session borrowed
 - online through [ECSI](#)



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Questions?

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