
Federal Direct Unsubsidized Loan Application Information

At Lake Michigan College (LMC) we take loan borrowing seriously. In those cases where borrowing is necessary, we want to make sure that our students are informed about their choices.

Once you have enrolled and completed the financial aid application process, you will receive an award letter from the LMC Office of Financial Aid. The letter will indicate if you are eligible for a federally backed loan. There are two types of loans that will be addressed: Subsidized and Unsubsidized. To receive an Unsubsidized loan, you must complete the LMC Unsubsidized Loan Application.

Subsidized vs Unsubsidized Loans:

The U. S. Department of Education pays the interest on Direct Subsidized Loans for the following timeframes:

1. While you are in school at least half-time,
2. For the first six months after you leave school,
3. During a period of deferment (a postponement of loan payments).

For an unsubsidized loan, you as the borrower are responsible for paying the interest during all periods of the loan.

For information on loan limits and the associated interest rates, please visit:

<https://www.lakemichigancollege.edu/financial-aid/pay-college/loans>

Loan Processing and Disbursement:

Loans will be processed for the lesser of the amount requested or for the amount of your eligibility. Funds will be applied directly to your LMC account. Any outstanding charges will be deducted from your loan prior to any disbursement. You **MUST** be enrolled in at least 6 credit hours to receive your loan.

You have 14 days after the loan is applied to your account to reduce or cancel your loan. To do so, please contact the LMC Financial Aid Office at 269-927-8112 or email finaid@lakemichigancollege.edu .

First Name: _____	Last Name: _____	LMC Student ID: _____
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Federal Direct Unsubsidized Loan Application Information

If you wish to receive a federal Unsubsidized Direct Student Loan, please complete, and sign this form. You should then submit the form to the LMC Financial Aid Office for processing.

Anticipated Graduation Date: _____ Phone #: _____

Loan Amount Requested: _____

To help us expedite processing your loan, please make sure you have completed all of the following steps:

1. **Perform Entrance Counseling:** All students who borrow Federal Loans must complete Entrance Counseling. This can be done by visiting studentaid.gov and logging in using the same information used in completing your FASFA.
 I have completed Entrance Counseling, _____
Student Initials

2. **Complete a Master Promissory Note (MPN):** The MPN can be completed by visiting studentaid.gov. This document is like documents you may have signed when obtaining a car loan or a mortgage. This document is your promise to abide by the rules surrounding the loan and your pledge to repay the loan under the outlined conditions.
 I have completed & signed my Master Promissory Note, _____
Student Initials

3. **Complete the LMC Federal Unsubsidized Loan Application:** Complete this form and return it to the LMC Financial Aid office or email to: FAforms@lakemichigancollege.edu

By signing this document, I acknowledge that I am applying for a Federal Direct Unsubsidized Loan and that I will be responsible for the repayment of this loan under all applicable laws.

Borrower Signature: _____ Date: _____