
2011–12 Parent FAFSA Refusal Form

Federal Regulation under the Higher Education Opportunity Act, Section 472 (HEA section 479 (a)) gives a dependent student the right to borrow a Federal unsubsidized Stafford loan when the student's parents have ended financial support and refuse to file the Free Application for Federal Student Aid (FAFSA). Students who request consideration for the loan should read the information on the back of this page and have one parent complete and sign this form. Please note that this form does *not* allow a student to apply for financial aid as an independent student. Students must understand that they are requesting *only* an unsubsidized loan subject to the limits for dependent students. No other federal, state, or university need-based aid will be available.

Although the Office of Student Financial Services may waive the requirement for parent income and asset information on the FAFSA, the student must complete and submit a FAFSA that includes all of the required student information and certifications.

If the student's parent(s) meet(s) the conditions shown in the Parent Section below but the parent(s) will not sign this form, the student may submit a letter from a third party who is familiar with the situation and can describe the student's relationship with the parent(s) (e.g., teacher, counselor, clergy, or court). The letter *must* be submitted on **appropriate letterhead**.

STUDENT SECTION

Student's Name (please print: last, first, middle initial)

Student Id # (if known)

PARENT SECTION

I attest to the following:

- I have stopped providing financial support to the student (including payment of educational costs, as well as other cash and non-cash support of the student such as room and/or board) as of the following date _____ (mm/dd/yyyy), *and*
- I will not provide financial support to the student in the future, *and*
- I refuse to complete the parental section of a FAFSA.

Parent's Name (please print: last, first, middle initial)

Street Address

City

State

Zip

Parent's Signature

Date

Annual Loan Limits Per Academic Level

| <u>Academic Level of Dependent Student</u> | <u>Unsubsidized Loan Limit</u> |
|--|--------------------------------|
| Freshman (0-26 earned credits) | \$5,500 |
| Sophomore (27-56 earned credits) | \$6,500 |
| Junior/Senior (57 or more earned credits) | \$7,500 |

Federal Unsubsidized Loan Program

The amount of unsubsidized loan is determined by subtracting the total amount of any other financial aid (such as scholarships) from a standardized cost of attendance.

Unsubsidized loans accrue (accumulate) interest from the time the loan is disbursed until it is paid in full. The current interest rate is fixed at 6.8%. You have the option to pay the interest or allow it to accrue. In addition to charging interest on the loan, the guarantor will take out a .5% default fee from the total loan. This total fee of .5% is deducted proportionately from each loan disbursement.

After you graduate, leave school, or drop below half-time enrollment, you will have a six-month “grace period” before you begin repayment. During this period, you’ll receive repayment information, and you’ll be notified of your first payment due date. Payments are usually due monthly. During the grace period on an unsubsidized loan, you do not have to pay any principal, but interest will continue to accrue. After graduation, any unpaid interest will be capitalized (added to the principle of your loan).

For more information on Federal loans please contact our loan coordinator at 570.585.9212.

Please return this form by mailing it to the below address, by fax, or in person to Student Financial Services (Room 200, 2nd floor Jackson Hall).

