

Federal Stafford Loan Information

Loan Eligibility Requirements:

- Filed a Free Application for Federal Student Aid (FAFSA)
- Completed all financial aid file requirements
- Be admitted as a degree-seeking student through Indiana State University
- Enrolled at least half-time (6 credit hours for undergraduates / 5 credit hours for graduate students) when the loan is disbursed
- Not be in default on an educational loan or owe a repayment of a federal grant
- Maintaining Satisfactory Academic Progress

Changing Lenders:

If you change lenders, you will have to complete a new Master Promissory Note with your new lender.

Entrance Counseling Information:

As a Federal Subsidized and/or Unsubsidized Stafford Loan borrower, understand that you are about to undertake a very serious obligation. Before accepting any of your Stafford Loan proceeds, understand that you must repay the full amount of this loan with all accrued interest and deducted fees, whether or not you are satisfied with your educational experience or obtain employment upon completion of your educational program, or are dissatisfied with other services that were available from this institution.

The full details of your loan contract (including interest rates, fees, repayment terms, deferment options, etc.) are provided to you as part of your loan application, Master Promissory Note and/or Disclosure Statement materials. If you fail to fulfill any of the terms of your loan contract, you will be considered in default and may suffer the following negative consequences:

- Be sued to force payment and pay court and attorney costs
- Federal and/or state tax refunds may be withheld
- The default will be reported to credit bureaus affecting future borrowing and credit availability
- Lose eligibility for other federal financial aid
- Wages may be garnished
- Loan becomes due in full immediately

It is your responsibility to notify your lender in writing within 10 days if you:

- Fail to enroll for school as scheduled or expected
- Graduate or withdraw from school
- Change schools
- Are having difficulty in repaying your loan
- Enroll less than half-time
- Change your name or address
- Wish to request a deferment or forbearance

If you have questions about your Federal Subsidized or Unsubsidized Stafford Loan, it is your responsibility to obtain further information from the ISU Office of Student Financial Aid, your lender, the Guaranty Agency or the U.S. Department of Education.