



Financial Aid 101

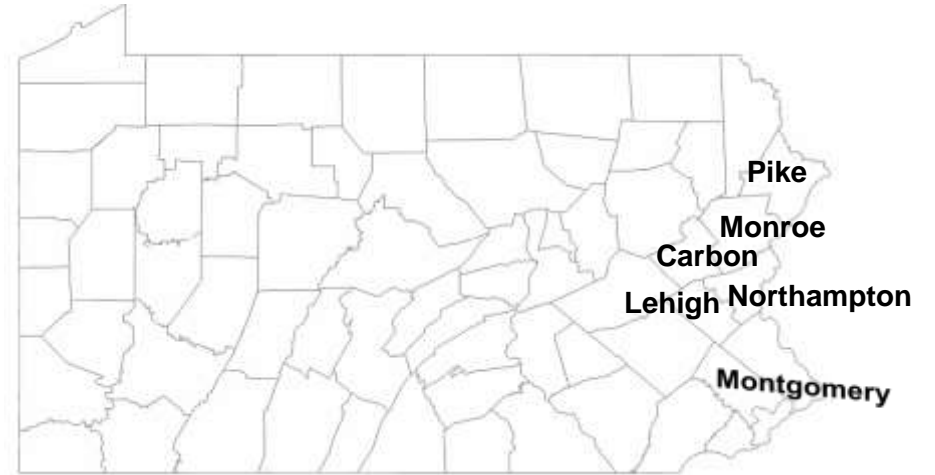


The Process



Your Presenter

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PA Higher Education Assistance Agency
(PHEAA)**

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Topics

- Five steps to financial aid
- Basic principles
- What is financial aid
- Funding sources available
- How do I apply
- What happens next
- Federal and State aid
- Loans
- Scholarships
- Resources



Financial Aid Made Simple

5 Steps to Financial Aid

Step 1

Look for
FREE
money
first

Step 2

Know
your
specific
deadlines

Step 3

Fill out
the
FAFSA

Step 4

Compare
schools
financial
aid offers
carefully

Step 5

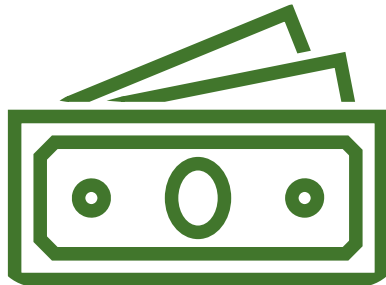
Be sure
you have
the
money
you need

Basic Principles, Federal Aid

- Paying is the joint responsibility of the student and parent(s), to the extent possible.
- Need-based financial aid is subject to a federal formula to determine financial aid.
- Not all families qualify for need-based aid. There is no guarantee that you will get any free money to pay for higher education.

What Is Financial Aid?

Financial aid consists of funds provided to students and families to **help** pay for postsecondary educational expenses.



Gift Aid

Grants/Scholarships

FREE MONEY



Self-Help

Work-Study



Loans

Federal Student Loans,
PLUS, Private Loans

Financial Aid – Gift Aid

Based on financial need or merit (assets, income, family, ability, actions, criteria)

- Scholarships & grants – FREE MONEY
- Federal government, state government, schools/colleges
- Organizations, businesses, community, employers, FREE Internet search

Financial Aid – Self-Help Aid

- Loans
 - Loans are borrowed money – Must be paid back
- Work-study awards: Earned money
 - Wages earned by students working in jobs, coordinated through the campus or state
- Tuition reimbursement – employer sponsors education
- US Military benefits – requires service commitment & satisfying criteria

Funding Sources



Federal Government



State Government



School or College



Scholarships



Financial Aid 101

Applying



Start with the **FORMS**

FAFSA – Free Application for Federal Student Aid

- Required by **ALL Schools, PHEAA** and some scholarship organizations
- Required every year attending

STATE GRANT FORM through PHEAA

- Required first year for all students

Some schools require additional forms:

CSS Profile – through the College Board; additional fees

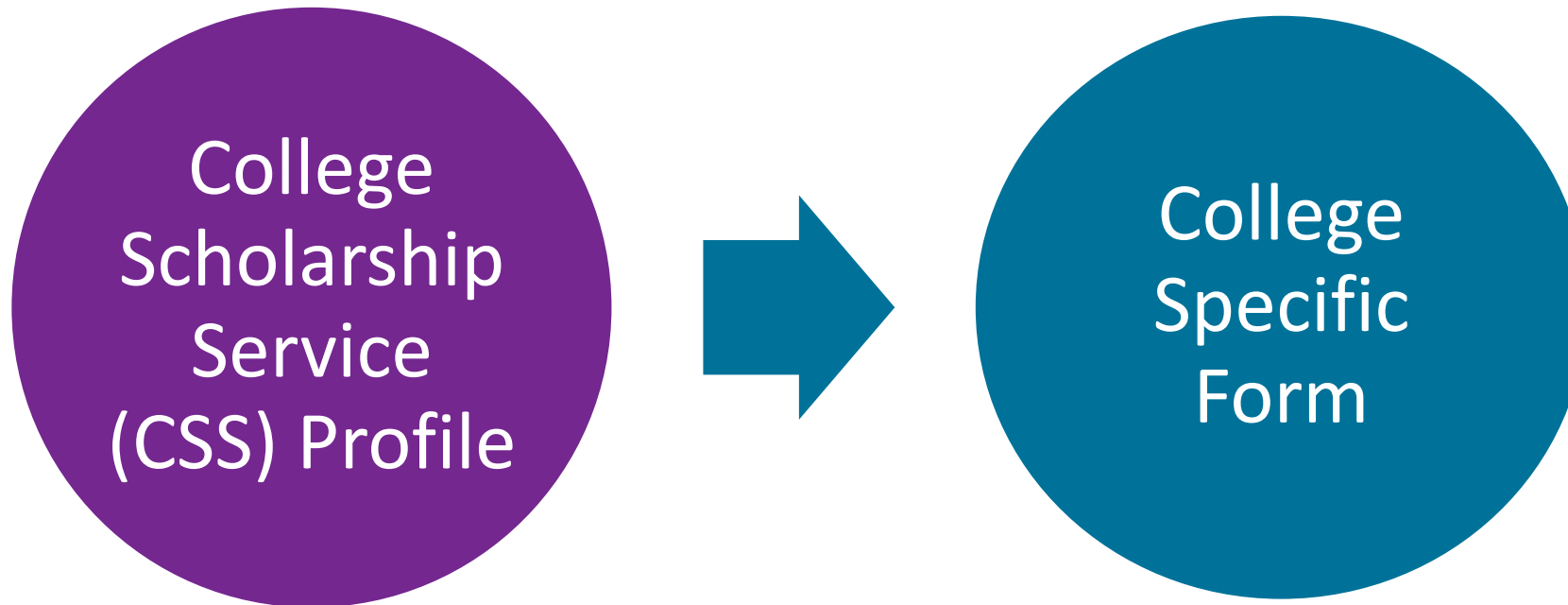
Institutional Financial Aid Forms - through a specific school

KNOW WHAT FORMS EACH SCHOOL **REQUIRES**



Other Forms You May Need to Complete

- ✓ Check with your school



Know Your Deadlines

Federal Deadlines - Apply anytime after
October 1 in the year prior to when you will attend school
(AY 2023-24: 10/1/22 to 6/30/24)



PA State Grant Deadlines for FAFSA

May 1, 2023 - First-time and renewal students attending colleges, universities & college transferrable programs (excluding community colleges)

August 1, 2023 – First-time students attending community college; a business, trade or technical schools, hospital school of nursing; Open Admissions Institutions or a 2-year non-transferrable degree program at a Jr or 4-year college

School Deadlines - vary, check websites!



For Dependent Students, Who Reports Info on the 2023-24 FAFSA?

YES

- Married parents living together
- Biological parents living together
- Divorced or separated parents:
 - The parent the student lived with the most over the past 12 months
 - If equal, then the parent who provided more than 50% of student's support
- Stepparent – If part of the student's household
- Adoptive parents

NO

- Foster Parents
- Legal Guardians
 - By court order
- Anyone else the student is living with



Info Students/Parent(s) May Need to Complete the FAFSA

- Social Security Numbers – Student & Parent.
- Driver's license (student only; this information is optional).
- Federal income tax return (1040) – From Two Years Prior to Application Year.
- W-2 forms from all employers – From Two Years Prior to Application Year.
- Checking and Savings Balances/Statements – As of date of FAFSA submission.
- Current business and farm records (if >100 employees / if you don't live on the farm).
- Records of any stocks, bonds and other investments, including 529 accounts (Net amounts). **529 Values are for all Accounts owned, not just for the FAFSA applicant.**
- Additional untaxed income, tax records may be needed such as: Veteran's non-educational benefits, child support paid/received, workers' compensation, disability payments.
- Alien registration or permanent resident card information, if applicable.

When is a Student Considered Independent?

- ✓ Born before January 1, 2000
- ✓ Married
- ✓ Veteran (includes active-duty personnel)
- ✓ Working on graduate level degree
- ✓ Emancipated minor in legal guardianship
- ✓ Orphan, in foster care or ward of the court at anytime when student was age 13 or older
- ✓ Have legal dependents other than spouse
- ✓ Student deemed homeless by proper authority
(PA State Grant status can be different)



Create Your FSA ID Accounts

- The student applying for aid and one parent providing information on the FAFSA need to create an FSA ID at studentaid.gov/fsa-id.
- Create prior to completing the FAFSA.
- Legal signature for student and parent.

Social Security Number

Username

Password

Email Address

Mobile Phone

Security Questions

Enable Two-Step Verification

Added Two-Step Verification to Access Account





- As of July 10, all new customers (users creating an account for the first time) are required to set up one or more two-step verification methods (text, email, or authenticator app) as part of the “Create an Account” process.
- Once one or more two-step verification methods are set up, the customer will receive a secure code each time he or she logs in to studentaid.gov.


Protect Your Account with Two-Step Verification


Two-step verification helps to protect your account. Your verified methods can be used to log in and to recover your account.

To update or verify your email address or mobile phone number, visit the [contact information page](#).


 Your verified method(s) can now be used to log in.

 **SMS Verification** Verified [Update Contact Information](#)

 **Email Verification** Verified [Update Contact Information](#)

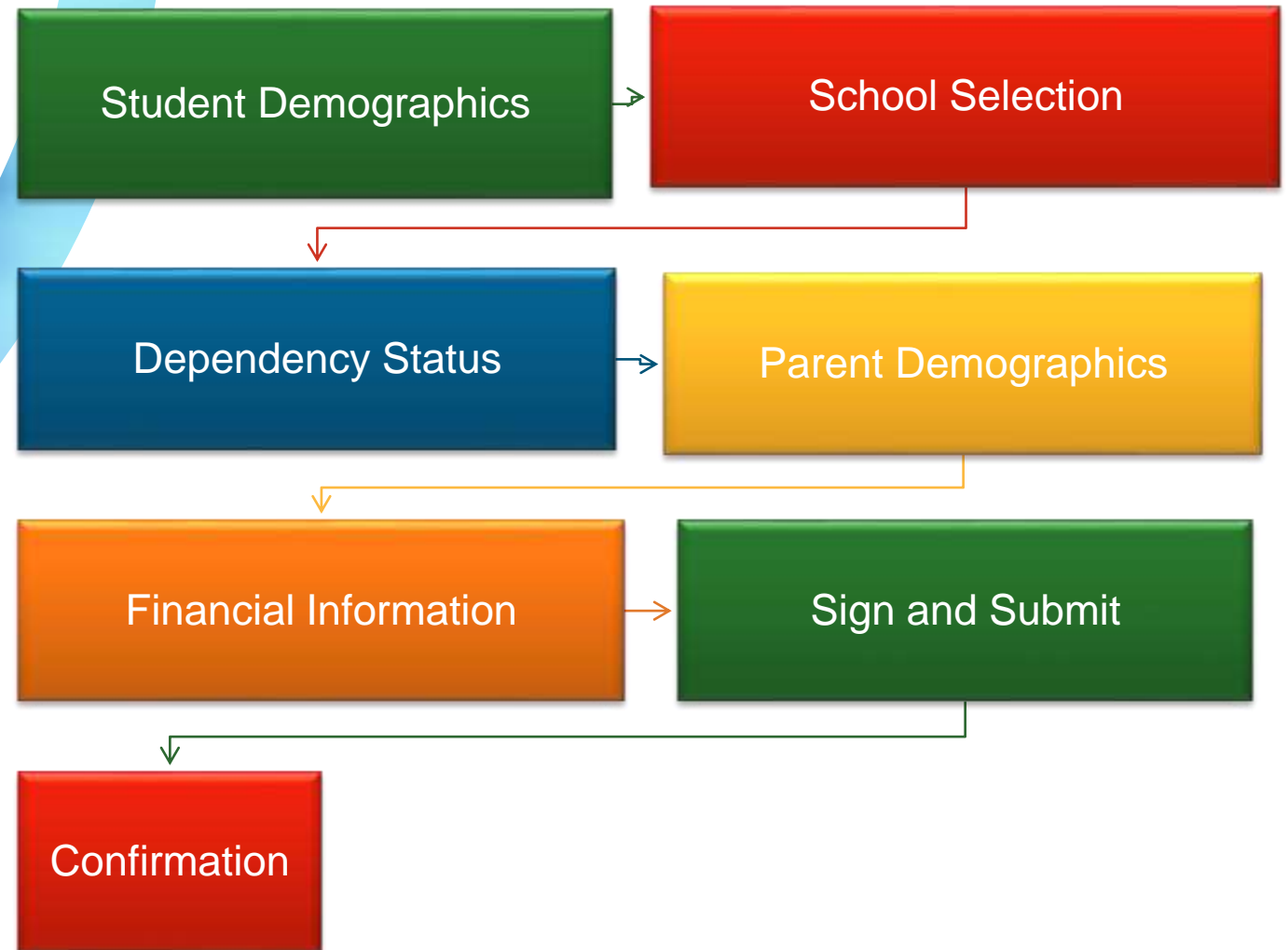
 **Use an Authenticator App (Most Secure Option)**

Use an authenticator app that you've downloaded from a mobile app store to view in-app secure codes—visible only to you—that can confirm your identity when you log in. [Learn more](#)

 [Set Up an Authenticator App](#)

FAFSA Steps

1. Login – student or parent
2. Disclaimer – select accept
3. Application year
4. Save key
5. Introduction



FAFSA

- The FAFSA is the primary federal form for financial assistance to attend postsecondary school.
 - File a FAFSA each year
 - File online at studentaid.gov/fafsa
 - Students do not have to be accepted for admission to list a school on the FAFSA.



Certified Browsers

Complete the online *Free Application for Federal Student Aid (FAFSA®)* form using the latest release of one of the following browsers:



Mozilla Firefox
(Version 68+)



Google Chrome
(Version 76+)



Apple Safari
(Version 9+)

Visit studentaid.gov/help/browser-requirements for the most up-to-date information on browsers.

FAFSA Tips



Ensure SSN accuracy
on FSA ID and FAFSA



Don't mix student and
parent information –
SSNs, Email addresses,
phone numbers



Have federal tax and other
related information to use
as a reference – w-2's



It's OK to estimate if
taxes aren't file yet –
update later using IRS
DRT

FAFSA Tips

Review untaxed income questions

Review asset questions

529 Plans must be reported as a parent asset

Assets do NOT include home, retirement or insurance

Do not report a business if it employs less than 100 full-time employees

Do not report farm, if you live on farm

Some can skip asset questions

What's NEW in Financial Aid



NEW

The Department of Education is implementing **four** new questions on **race, ethnicity, and gender**, which will appear in a *voluntary* survey on the 2023-24 FAFSA.

- Applicants will be asked their gender, whether they are transgender, their race, and their ethnicity.
- These questions will not affect eligibility for federal student aid
- Schools will not receive this information.

Demographic Survey

SIGN & SUBMIT

Before you sign and submit, please answer a few questions about the student.



These questions don't affect aid eligibility.

Your answers to questions in this survey will not affect your eligibility for federal student aid and will not be used in any aid calculations.

What is your gender?

- Male
- Female
- Nonbinary
- Decline to answer

Are you transgender?

- Yes
- No
- Decline to answer

What is your ethnicity? *Choose all that apply.*

- Not Hispanic nor Latino origin
- Cuban descent
- Mexican, Mexican-American, or Chicano descent
- Puerto Rican descent
- Other Spanish, Hispanic, or Latino origin
- Decline to answer

What is your race? *Choose all that apply.*

- White
- Black or African American
- Asian
- Chinese
- Filipino
- Asian Indian
- Vietnamese
- Korean
- Japanese
- Other Asian origin
- American Indian or Alaska Native
- Native Hawaiian or Other Pacific Islander
- Decline to answer

Previous

Continue

What's NEW in Financial Aid: Coming Soon



FAFSA® Simplification

The FAFSA Simplification Act (FSA) was included in the Consolidated Appropriations Act of 2021 that was passed on December 27, 2020. The FSA introduces significant changes to the FAFSA® form, how students and families will complete the FAFSA as well as the formula used to calculate eligibility for federal financial aid.

The FAFSA Simplification Act amendments specified that most of the provisions were scheduled to take effect on July 1, 2023, for award year 2023-24, starting with the 2023-24 FAFSA. The FAFSA Simplification Technical Corrections Act (signed into law March 15, 2022) extended the FAFSA simplification implementation timeline by one year to 2024-25.

The Future Act, which was passed in 2019 expands collaboration between Federal Student Aid and the IRS and eliminates the data retrieval tool and replaces it with a direct data exchange (FADDX). The direct data exchange will easily import all data related to taxable and untaxed income directly from student/family's tax return into the FAFSA.

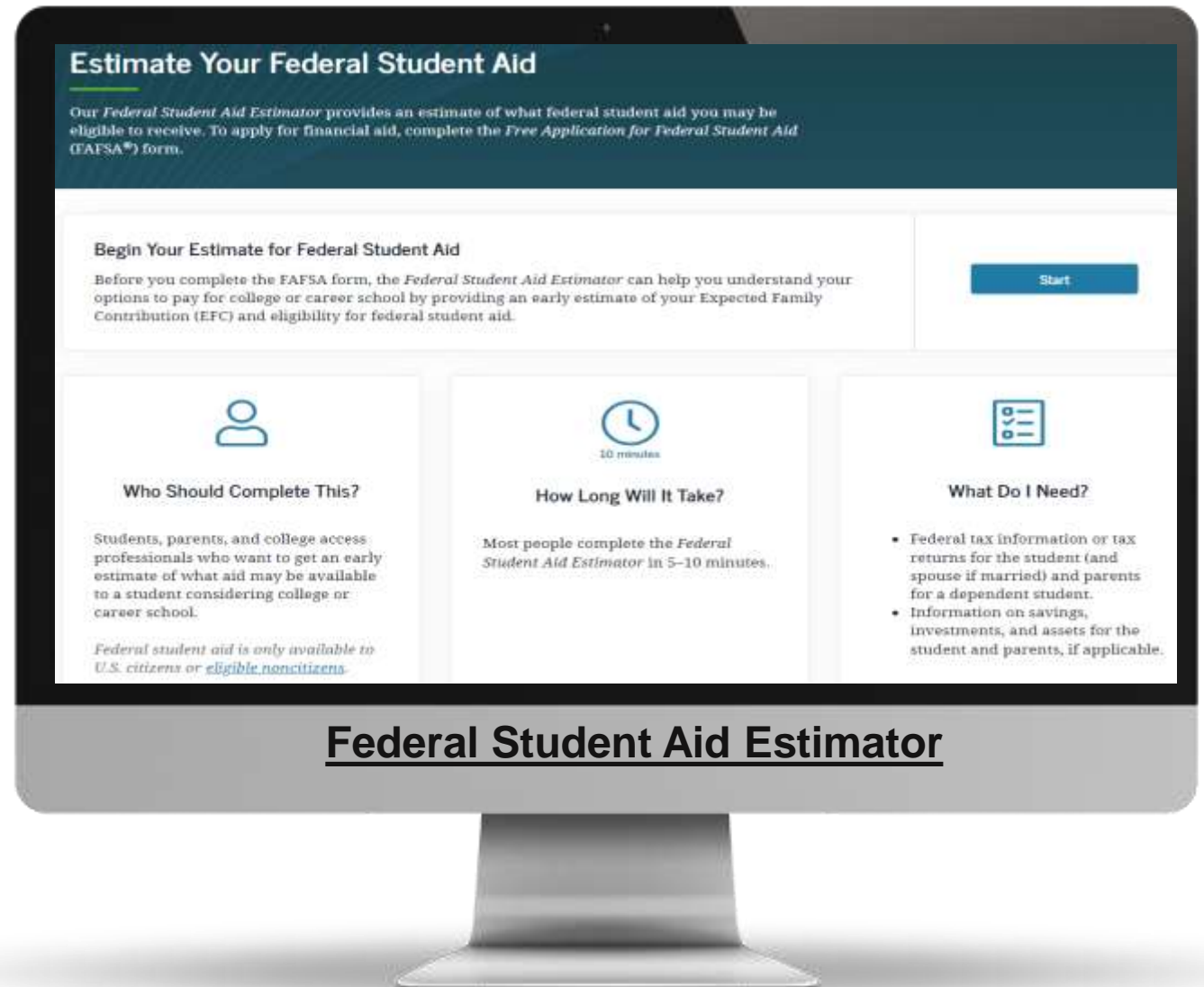
Federal Student Aid Estimator – StudentAid.gov

Want practice?

As you prepare for higher education, use the Federal Student Aid Calculator to estimate what federal aid you may be eligible to receive.

Check out the [Federal Student Aid Estimator](#) via StudentAid.gov

<https://studentaid.gov/h/understand-aid>



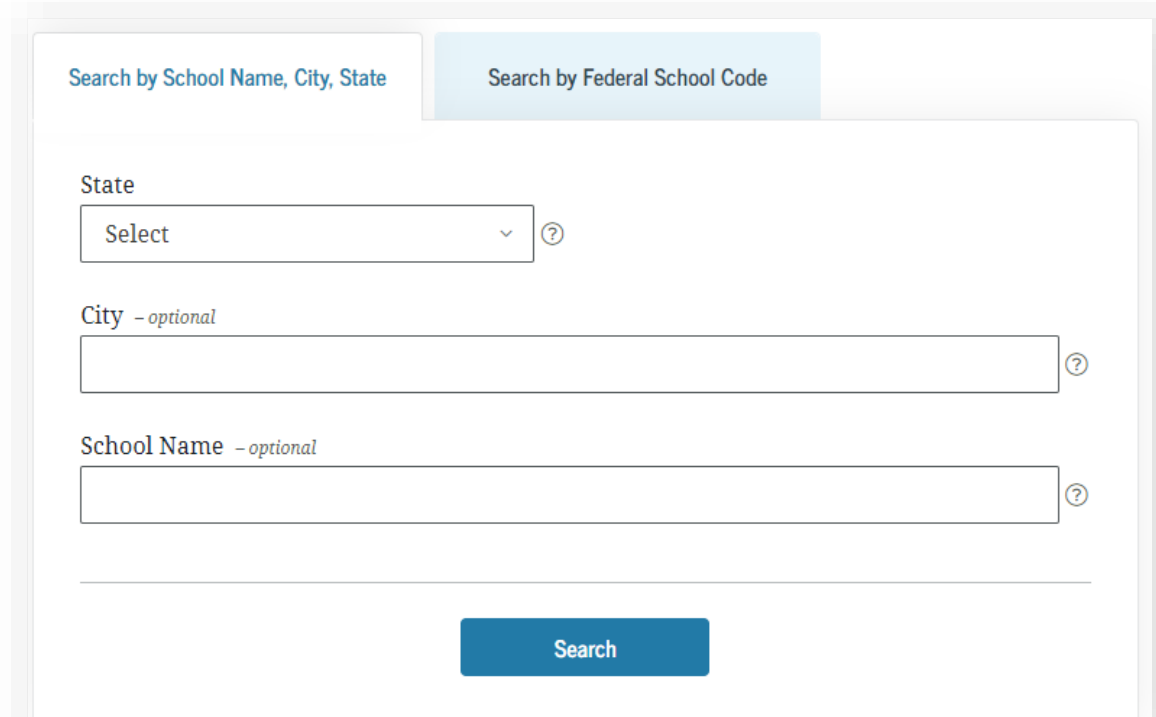
FAFSA Work-Study Question

Students: Answer “YES”

- Interested in Work Study?
 - » Gaining an on campus WS job is not guaranteed
 - » WS income is not counted towards the EFC generated from the FAFSA
 - » Understand the process on your campus of being hired

School Selection

- Only schools that are listed will be able to see your FAFSA information.
- Students can list up to 10 colleges at a time
- Schools can be added or deleted at any time



The screenshot shows a search interface for school selection. It features two tabs: "Search by School Name, City, State" (which is active) and "Search by Federal School Code". Below the tabs are three input fields: a dropdown menu for "State" with a "Select" placeholder and a help icon; a text input field for "City - optional" with a help icon; and a text input field for "School Name - optional" with a help icon. A blue "Search" button is positioned at the bottom center of the form.

IRS Data Retrieval Tool (DRT)

- Automatically imports tax info from tax return and adds it to the FAFSA (can be used by student, parent(s), or both!)
- There are some exceptions – not everyone can use the IRS DRT.
- **Not everyone is required to file taxes, filing is not required to complete the FAFSA.**



Get My Federal Income Tax Information

See our [Privacy Notice](#) regarding our request for your personal information.

Enter the following information from your 2021 Federal Income Tax Return. ?

All fields are required unless marked otherwise.

First Name

Jane

Last Name

Austin

Social Security Number

No input required

*** - ** - 8019

Date of Birth

MM/DD/YYYY

01/01/1950

Filing Status ?

Married-Filed Joint Return

Street Address ?

Must match your 2018 Federal Income Tax Return

P.O. Box ?

Required if entered on your tax return



Enter address information exactly as it appears on the IRS tax return



2021 Federal Income Tax Information

Jane Austin

Based on the information you provided, the Internal Revenue Service (IRS) located your income tax return. With your permission below, the IRS will securely transfer your tax information to the U.S. Department of Education (ED) to populate any applicable FAFSA® questions.

For your protection, the IRS will not display your tax information and will further encrypt any tax information transferred using the IRS DRT; therefore, ED is unable to display your tax information on your FAFSA form.

The data retrieved from your tax return is limited to the items listed below as you reported to the IRS:

Tax Year	Type of Return Filed	Untaxed Portion of IRA Distributions & Pensions/Annuities
Name(s)	Adjusted Gross Income	Tax-exempt Interest Income
Social Security Number	Income Earned from Work	IRA Deductions and Payments
Filing Status	Income Tax	Status of Amended Returns Received
IRS Exemptions	Education Credits	

Refer to your tax records if you have a question about the values you reported.

Transfer My Tax Information into the FAFSA Form ?

The tax information provided to fafsa.gov will populate the answers to the appropriate FAFSA questions. After the FAFSA questions are populated, your IRS session will end, and you will return to your FAFSA form. Check this box if you are choosing to transfer your information.



Do Not Transfer My Tax Information and Return to the FAFSA Form ?

By clicking the "Do Not Transfer" button, you are choosing not to transfer your tax information electronically. Your IRS session will end, and you will return to your FAFSA form.

Student IRS Info

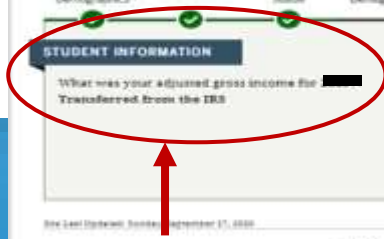
Student Demographics School Selection Dependency Status Parent Demographics Parent Financials Student Financials Sign & Submit Confirmation

STUDENT INFORMATION

What was your adjusted gross income for Transferred from the IRS

PREVIOUS NEXT

Site Last Updated: 10/26/2021, September 17, 2020 ©2020 fafsa.gov. All rights reserved. Retrieved Julia Baskin



What is considered an asset?

Report the current value at time of filing the FAFSA:

- ✓ Cash
 - ✓ Checking
 - ✓ Savings
 - ✓ Investments
 - ✓ Stocks
 - ✓ Bonds
 - ✓ Certificates of deposit (CD)
 - ✓ Bitcoin
 - ✓ Mutual funds
 - ✓ 529 Plans – for all children
 - ✓ Net value of real estate
- Farm Value – unless primary place of residence
 - Business Value – Unless family owned and employs 100 employees or less

Not reported on FAFSA as an asset:

- » Value of primary home
- » Value of qualified retirement accounts
- » Value of life insurance policies
- » Value of personal property

Signing with the FSA ID



Signature Status



Student Demographics School Selection Dependency Status Parent Demographics Parent Financials Student Financials Sign & Submit Confirmation

i Both you and a parent need to sign your FAFSA.

Only sign for yourself. If you and your parent are not together, one of you can sign, save the application and then exit. Give the "save key" to the other person who can log in with it and sign and submit the FAFSA.

Be sure not to mix up your and your parent's FSA IDs when signing.

Student Signature Needed 
Signature Status:Unsigned
PROVIDE STUDENT SIGNATURE 

Parent Signature Needed 
Signature Status:Unsigned
PROVIDE PARENT SIGNATURE 

PREVIOUS

Site Last Updated: Sunday, September 29, 2019 [Download Adobe Reader](#)

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- Student and one parent will sign the FAFSA using their **SEPARATE** FSA ID (Username & password).
- A FAFSA is not complete until it is signed!

Confirmation Page & Link to the PA State Grant Form

The screenshot shows a confirmation page for a FAFSA form. At the top, it says "Congratulations, !" and "Your FAFSA form was successfully submitted to Federal Student Aid." Below this, there are three columns of content. The first column, titled "Here's what happens next:", contains a bulleted list of five items: receiving an email version of the page, receiving a notification in 3-5 business days, information being made available to schools, schools contacting the user for more information or aid award, and contacting schools with questions. The second column, titled "Start your state application to apply for Pennsylvania state-based financial aid.", has a blue "Apply Now" button with a red arrow pointing to it. The third column, titled "We want to hear from you!", has a blue "Fill out Our Short Survey" button. At the bottom of the first column is a "Print This Page" button. The top right of the page has links for "FAFSA Home", "Exit FAFSA Form", and "Help".

FAFSA Home | Exit FAFSA Form | Help

Congratulations, !

Your FAFSA form was successfully submitted to Federal Student Aid.

Here's what happens next:

- You will receive an email version of this page.
- In 3-5 business days, you will receive an email notifying you that your FAFSA form was processed.
- Your FAFSA information will be made available to your school(s), and they will use it to determine the aid you may be eligible to receive.
- Your school(s) will contact you if they need more information or when they are ready to discuss your financial aid award.
- If you have questions about your financial aid package, contact your school(s).

An abbreviated version of your confirmation page has been sent to you at the following email address:

Print This Page

Start your state application to apply for Pennsylvania state-based financial aid.

Apply Now

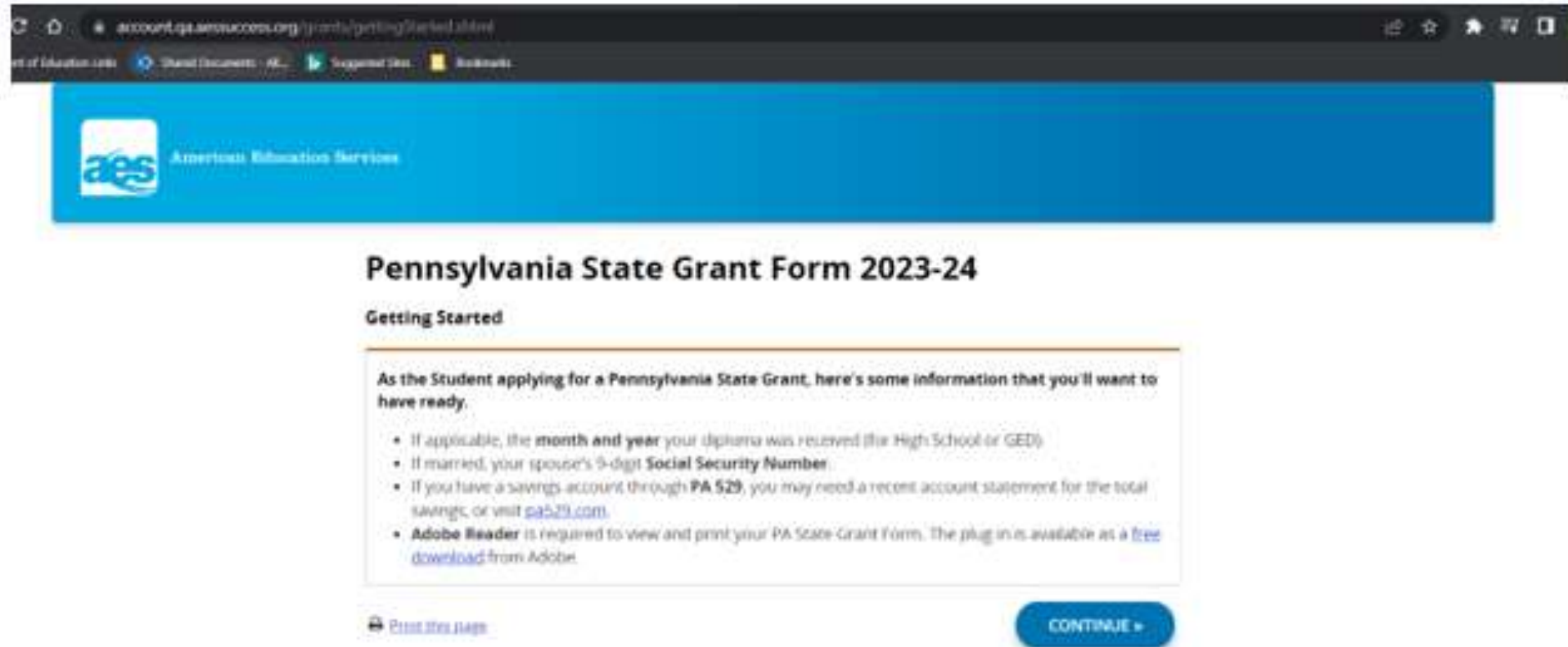
We want to hear from you!

Fill out Our Short Survey

Share with your friends!


Twitter Facebook

PA State Grant Form Information



account.pa.aessuccess.org/join/getting-started.shtml

Share Documents | All... | Suspended Sites | Bookmarks


 American Education Services

Pennsylvania State Grant Form 2023-24

Getting Started

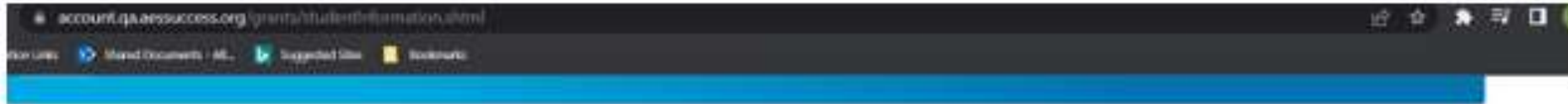
As the Student applying for a Pennsylvania State Grant, here's some information that you'll want to have ready.

- If applicable, the **month and year** your diploma was received (for High School or GED)
- If married, your spouse's 9-digit **Social Security Number**
- If you have a savings account through **PA 529**, you may need a recent account statement for the total savings, or visit pa529.com.
- **Adobe Reader** is required to view and print your PA State Grant Form. The plug-in is available as a [free download](#) from Adobe.

 [Print this Page](#)

[CONTINUE >](#)

PA State Grant Form



Pennsylvania State Grant Form 2023-24

1 PROVIDE INFORMATION

2

3

All fields marked with * are required.

Student Information

This information is associated with your grant profile.

Legal Name Some of my information is incorrect ?

Your Legal Name: Nikki smith

Social Security #: 498-11-1692

Date of Birth: 06/07/2001

Permanent Street Address: Main

City/Town: Rockville

State / Region: Pennsylvania

Zip / Postal Code: 20853

Please provide us with a valid email address so that we can provide you immediate communications about the status of your State Grant.

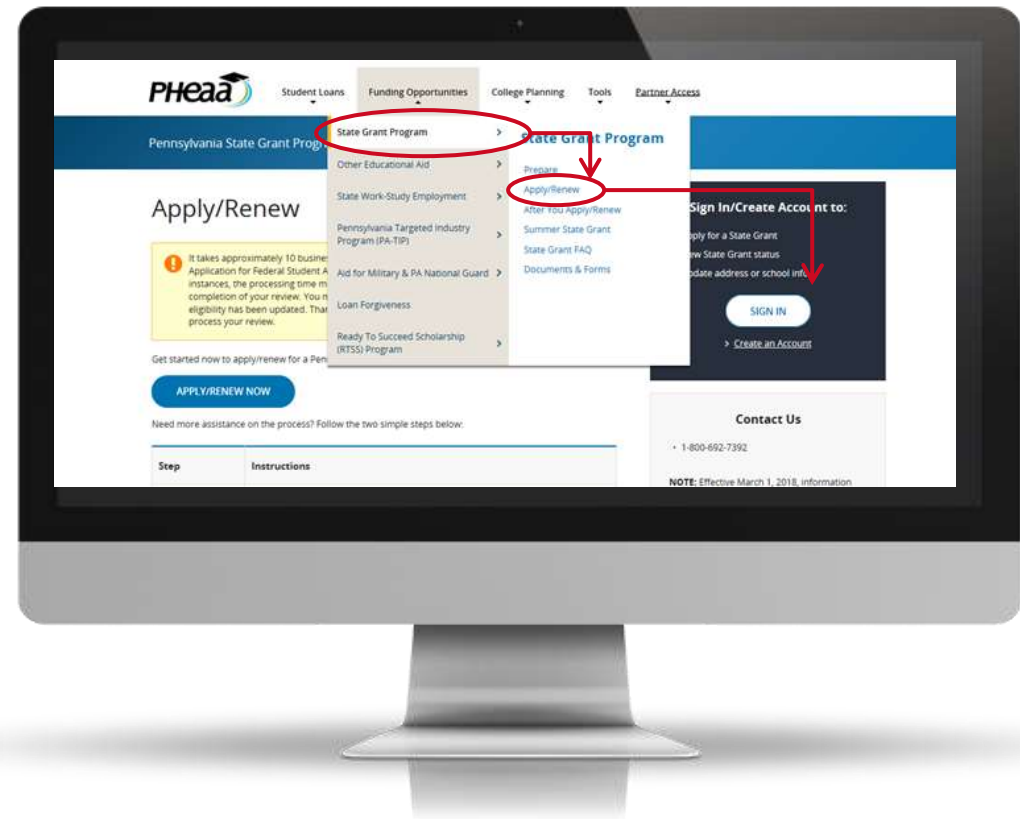
How will you use my email? ?

* Email Address:

PHEAA Account Access

Create an account to:

- Check your PA State Grant eligibility
- Update your school of choice listed on the PA State Grant Form
- Complete State Grant Form, if you missed the link at the end of the FAFSA



Special Circumstances

If things change....

- Divorced or separated parents
 - Recent death or disability
 - Reduced income
 - Unemployment
 - Medical or dental expenses not covered by insurance
 - Non-recurring Income or Expenses
-
- ✓ Only a school can change a FAFSA related to circumstances
 - ✓ Decisions are final and cannot be appealed to U.S. Department of Education
 - ✓ Contact PHEAA for PA State Grant re-consideration

FAFSA is Filed... Now What?



Student
completes the
FAFSA



PHEAA &
Schools
receive FAFSA
and calculate
financial aid



Schools send
Financial Aid
Notifications
to student

Need Analysis is Calculated by Your School

Schools use FAFSA calculations to determine a student's financial need based on –

Two Components:

- The student's Cost Of Attendance at the chosen institution.
- The student's Expected Family Contribution (EFC).

EFC figure includes parent(s) & student's contribution.



What School Costs Are Considered?

Sticker Price

School costs include:

- Tuition and fees
- Room and board
- Books and supplies
- Transportation
- Miscellaneous living expenses



Net Price Calculators



- Determines an estimated net price at a particular institution.
- **ESTIMATED** data must be provided by each institution:
 - » Total price of attendance (Tuition, fees, room/board, misc.)
 - » Estimated total merit and need-based grant aid
- **May not include scholarships**


Net Price Calculator

- What is the Net Price that you will pay?
 - Net Price Calculator




U.S. Department of Education

Net Price Calculator Center



Search for Schools' Calculator



What does Net Price mean?

Net Price is the amount that a student pays to attend an institution in a single academic year AFTER subtracting scholarships and grants the student receives. Scholarships and grants are forms of financial aid that a student does not have to pay back.

What is a Net Price Calculator?

Net price calculators are available on a college's or university's website and allow prospective students to enter information about themselves to find out what students like them paid to attend the institution in the previous year, after taking grants and scholarship aid into account.

collegecost.ed.gov/net-price

How is the EFC Calculated?

- Primarily income-driven
- Major factors for dependent student:
 - » Parental – income and assets
 - » Student - income and assets
 - » Family size
 - » Number of family members in college

A student's EFC remains the same no matter which school the student attends.



Parental Income & Assets

Income

- Income is based on **2021** year for **AY 2023-24**
- Tax filers report AGI from tax return and income from work from W-2
- Allowances are made for taxes, working households, and living allowances based on family size

Assets

- Value of assets are reported as of date FAFSA is submitted
- **12%** of the value of the assets is used in the calculation of the EFC
- Not an asset: value of primary residence, personal property, qualified retirement accounts, and life insurance policies

Student Income & Assets



- Income protection allowance of \$7,600 is applied and the remaining amount is assessed at 50%
- Dependent students must report assets in their name
- Student assets are assessed at 20%

Calculating Financial Need

Financial Aid Office (FAO) “packages” student based on financial need and available funding

- Financial need varies from school to school
- Your financial aid package may not meet all of your calculated financial need.



School cost	\$35,000
EFC	-\$10,000
<hr/>	
Financial Need	\$25,000

Financial Aid Notification

- Official notification from school about financial aid, terms and conditions
- Lists the type and amount of aid to be received
- Describes what must be done to accept or reject any aid
- Discloses students' rights, responsibilities and academic requirements

Reviewing the Financial Aid Notification



How much of the financial aid is free money?



Which awards are based on need, and which are based on merit?



Are there any conditions on the free money? GPA requirement?



Will awards increase as tuition increases?



Will awards change from year to year?



Will loans be needed?

Financial Aid 101



Federal & State Aid



Federal Grant Programs

- Pell Grant - max award \$6,895
 - » Max EFC to be eligible for the Pell Grant is 6206
 - » Eligibility is the same for every postsecondary institution
- Campus-based aid - Eligibility determined by Financial Aid Office at each potential school
 - » Federal Supplemental Educational Opportunity Grant (FSEOG)...max award \$4,000
 - » Federal Work-Study...FAO determines

For most programs, student must be enrolled at least half-time.

Awarded to most financially needy students

Other Federal Programs

(Based on specific situations & criteria)

- Teach Grant
- Iraq & Afghanistan Service Grant
- Dependents Education Assistance (DEA) Grant - Veteran Affairs
- Vocational Rehabilitation Program (students with disabilities)
- Americorps - www.americorps.gov

StudentAid.gov

PA State Grant Program

- In-state – max award \$5,750 (full-time)
- **Reciprocal states:** Delaware, DC, Massachusetts, Ohio, Vermont, West Virginia
 - Up to \$600 for full-time students (\$800 for veterans)
- Award amount determined in part by the cost of the school

Must be at least half-time to be eligible



2022-23 Award Amounts

Cost Tier	Maximum Award	Minimum Award
\$0 - \$12,000	\$3,059	\$500
\$12,001 - \$19,000	\$4,894	\$500
\$19,001 - \$29,000	\$5,261	\$500
\$29,001 - \$32,000	\$5,750	\$500

Other State Programs

- PA State Work-Study Program
- PA National Guard Educational Assistance Program
- PA National Guard Military Family Education Program
- Chafee Education and Training Grant Program
- PA Fostering Independence Tuition Waiver Program
- PA Blind or Deaf Higher Education Beneficiary Grant Program
- PA Postsecondary Educational Gratuity Program
- PA Partnerships for Access to Higher Education Program
- PA Targeted Industry Program
- PA Ready to Succeed Scholarship Program

For details, see the PA Student Aid Guide, or visit [PHEAA.org](https://www.pheaa.org)

Financial Aid 101



Federal Student Loans



Federal Direct Loan Program

- Available to **ALL** students **REGARDLESS** of need
- Additional unsubsidized funds available for Independent & Parent PLUS denials
 - 4.99% interest rate (AY 22-23), 1.057% fee
 - Rates set every July 1st for the life of that year's loan; fees are deducted from disbursement
- In student's name, no collateral or credit check, must sign MPN
- Available loan amounts increase in subsequent years
- No payments required while attending school & six-month grace period
- Flexible Repayment options

Based on FAFSA, students have a combination of:

- Subsidized:
Federal government pays interest in school and grace status
- Unsubsidized: interest accrues in school and grace

StudentAid.gov &
school's website!

Subsidized

No interest charged to student while enrolled or in grace

- Based on financial need
- There is a 1.057% fee deducted from loan amount at disbursement
- Interest will not be charged during the grace period

Unsubsidized

Interest accrues in school and grace

- Any interest not paid during grace will be capitalized at repayment
- There is a 1.057% fee deducted from loan amount at disbursement

Federal Direct Stafford Loan Borrowing Limits

Undergraduate Students			Graduate Students
Annual Limits	Dependent Students	Independent or dependent students whose parents are unable to borrow a PLUS Loan	Graduate or Professional Studies
1st Year	\$5,500 Total No more than \$3,500 may be subsidized	\$9,500 Total No more than \$3,500 may be subsidized	\$20,500 each academic year Graduate / Professional students are no longer eligible for subsidized loans
2nd Year	\$6,500 Total No more than \$4,500 may be subsidized	\$10,500 Total No more than \$4,500 may be subsidized	
3rd Year and beyond	\$7,500 Total No more than \$5,500 may be subsidized	\$12,500 Total No more than \$5,500 may be subsidized	
Aggregate Limits	\$31,000 Total No more than \$23,000 may be subsidized	\$57,500 Total No more than \$23,000 may be subsidized	\$138,500 Total No more than \$65,000 may be subsidized

Federal Direct Loan: Aggregate Limits

Undergraduate Education (Dependent Student)	\$31,000 (\$23,000 maximum Subsidized Loan)
Undergraduate Education (Dependent Student OR Dependent Students whose Parents were denied PLUS Loan)	\$57,500 (\$23,000 maximum Subsidized Loan)
Graduate / Professional Education	\$138,500

Federal Direct PLUS Loan

- For parents of dependent undergraduate students
- Must file a FAFSA
- In parent's name for student costs
- Rates set every July 1st for the life of that year's loan; fees are deducted from disbursement
 - » 7.54% variable/fixed interest rate; 4.228% fees
- MUST apply each year
- No Debt-to-Income test, only lenient credit check
- Principal can be deferred while student is in school; Interest will continue to accrue

If denied - student is eligible for an additional \$4,000 unsubsidized loan

Federal Direct PLUS (Parent)

Repayment begins immediately – can defer repayment until 6 months after student graduates or drops below half-time enrollment

- If defer payment – encouraged to make interest payments
- Standard repayment is 10 years



ONLY consider PLUS loans and/or private loans after looking into all other sources of financial aid.

Private/Alternative Loans

- From private lenders or financial institutions
- In student's name/co-signers usually required
- Can borrow up to the Cost of Attendance
- Based on credit scores and debt-to-income
- Principal can be deferred while student is in school; Interest will continue to accrue
- Fees, interest rates, loan amounts, and repayment provisions vary by lender – compare before making choices

READ THE FINE PRINT

Undergraduate & Graduate

- Low-cost, fixed interest rates
- Zero fees
- Borrow up to 100% certified cost of attendance including tuition, fees, room, board, books, etc. (Subject to aggregate loan limits)
 - Loans taken for a less than half-time academic period may borrow up to \$5,000
- Low minimum loan amount: \$1,500
- 0.50% interest rate reduction for graduating
- 0.25% interest rate reduction for enrolling in Direct Debit
- No pre-payment penalty
- Multiple repayment plans
- Co-signer release option

Visit PHEAA.org/PAForward today!

Pennsylvania's Student Loan Program



Parent Loan Information

- Low-cost, fixed interest rates
- Zero fees
- Borrow up to 100% certified cost of attendance including tuition, fees, room, board, books, etc. (Subject to aggregate loan limits)
- Low minimum loan amount: \$1,500
- 0.25% interest rate reduction for enrolling in Direct Debit
- No pre-payment penalty
- Multiple repayment plans

Visit PHEAA.org/PAForward today!

Pennsylvania's Student Loan Program



PA FORWARD Student Loans

Undergrad, Graduate, Parent and Refinance

- Undergrad, Graduate
 - Student borrower alone, or with a credit-worthy cosigner (normally needed)
- Parent
 - Parent or Guardian
- PA resident for costs at any Title IV school
 - And bordering state residents attending a PA school
- Borrow up to 100% Cost of Attendance with NO FEES
- Interest rate benefits for graduating and paying through direct debit
- Several repayment options & three term lengths – for affordability
 - Students receive a 6-month grace period
- Very low, Fixed interest rates based on credit risk scoring

Visit [PHEAA.org/PAForward](https://www.pheaa.org/PAForward) for more info!

Pennsylvania's Student Loan Program





PA's Low-Cost Way to Pay for College!

Low, Fixed Rates

3.82-7.69%^{1,2}
APR

Effective as of 6/8/22

Learn more at PHEAA.org/PAForward

1) **Annual Percentage Rate (APR) Calculations** – The lowest APR is based on the following assumptions: a loan of \$10,000 made in a single disbursement, a student borrower who selected an Immediate Repayment Plan and a repayment term of 60 months, monthly payments of \$183.49 and a final payment \$175.40, a fixed periodic interest rate of 4.10%, and a total amount repaid of \$11,001.26. The student borrower in this sample qualified for a 0.25% Direct Debit benefit for the entirety of the repayment period and a 0.50% graduation benefit was applied 47 months into repayment. The highest APR is based on the following assumptions: a loan of \$10,000 made in a single disbursement, a student borrower who selected a Fully Deferred Repayment Plan and a repayment term of 180 months, monthly payments of \$131.09, a fixed periodic interest rate of 8.20%, and a total amount repaid of \$23,596.64. The student borrower received an in-school deferment of 46 months and a grace period of 6 months. The student borrower in this sample did not qualify for any interest rate discounts. These APRs are estimates and may differ from the actual rates received.

2) The provided rate range includes Undergraduate, Graduate, and Parent loans and may change based on loan type, loan term, repayment plan, and applicable discounts (not all discounts apply to all loan products). See individual loan programs for more specific information. PHEAA uses applicant credit scores to determine eligibility and interest rates. Higher credit scores may mean an applicant is offered a lower interest rate. Applicants, including co-signers, are subject to credit qualifications, completion of an application and credit agreement, and verification of application information. PHEAA reserves the right to discontinue all programs or benefits without prior notice.

MySmartBorrowing.org

MySmartBorrowing.org

An interactive, online tool created by PHEAA to help students and families.



How it Works

1 Select a
Career

2 Select a
School

3 Factor in
Savings

4 Get
Results

View the Results

You can:

- View potential salary in your new career
- Add & compare up to four colleges
- See if you're borrowing too much





Scholarships

Types of Scholarships



Postsecondary
Scholarships



Local and Regional
Scholarships



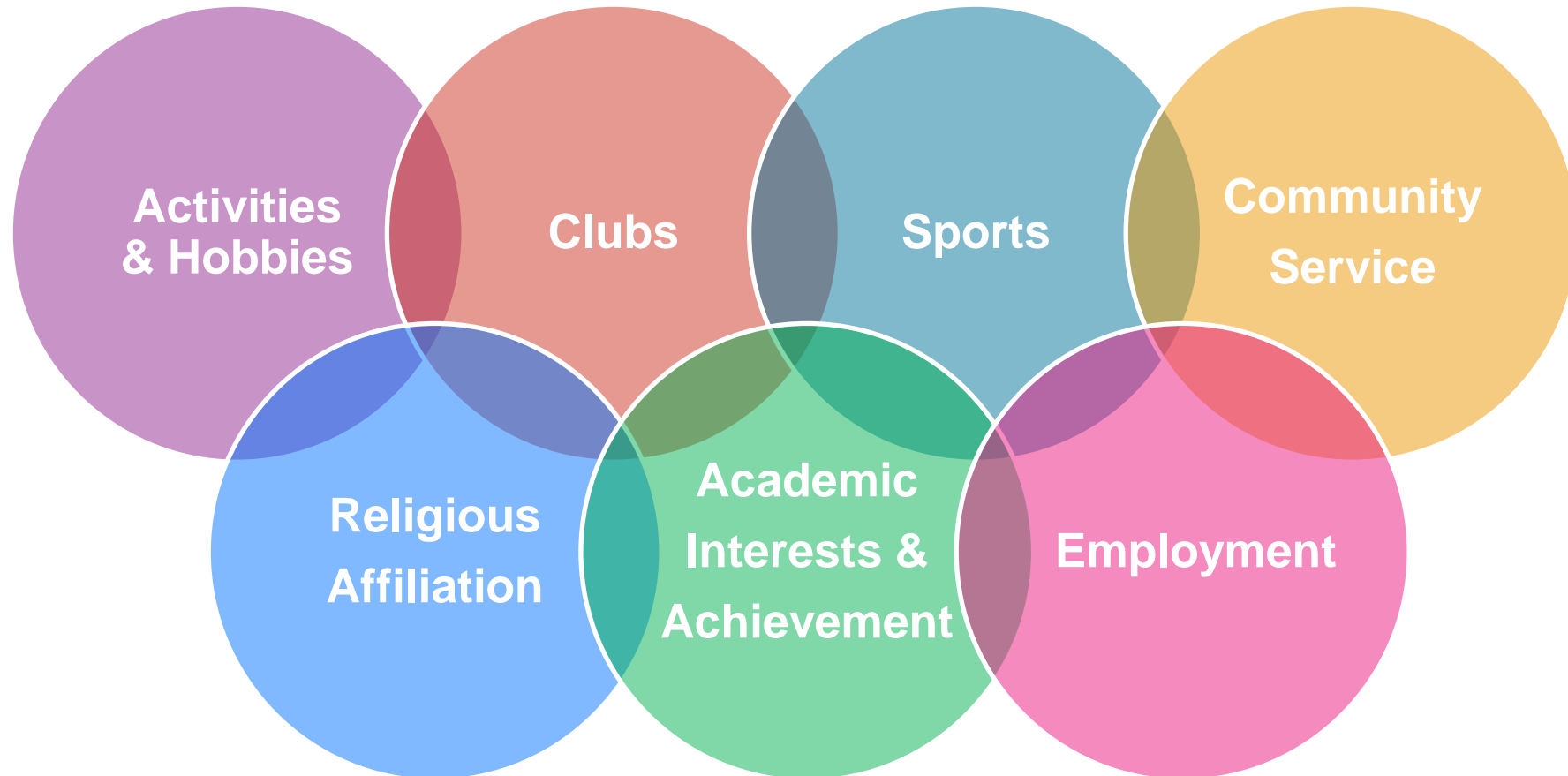
National
Scholarships

Scholarship Search Tips

- Start searching early
- Use **FREE** scholarship search sites
- Don't ignore scholarships with smaller award amounts
- Don't miss deadlines
- Search for scholarships every year



Your Scholarship Resume



When To Apply?



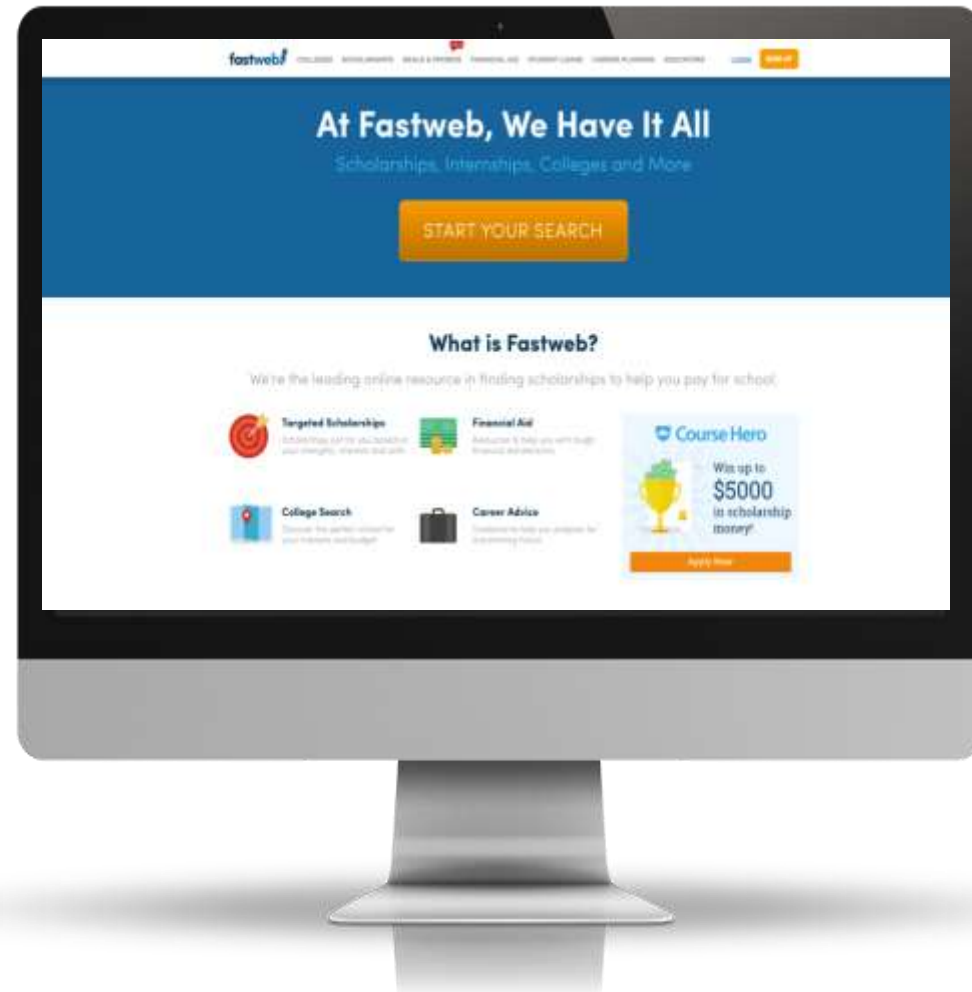
START LOOKING UP TO ONE YEAR BEFORE YOU ACTUALLY NEED THE FUNDING

APPLY FOR SCHOLARSHIPS DURING YOUR JUNIOR AND SENIOR YEAR OF HIGH SCHOOL

Continue to search and apply for scholarships every year you attend college

Fastweb.com

- Matches scholarships to specific student criteria
- Sends email message when students qualify for a scholarship



(Some)Scholarship Search Engines

- ✓ FastWeb.com
- ✓ Scholarshipamerica.org
- ✓ Goingmerry.com
- ✓ FinAid.org
- ✓ Cappex.com/scholarships
- ✓ Unigo.com/scholarships
- ✓ DoSomething.org/Scholarships
- ✓ CollegeScholarships.org
- ✓ Chegg.com
- ✓ Scholarships.com
- ✓ Scholarship-Page.com
- ✓ Colleges.Niche.com
- ✓ StudentScholarships.org
- ✓ BigFuture.Collegeboard.org
- ✓ **MORE....**

**SCHOLARSHIPS
ARE FREE MONEY
FOR COLLEGE!**

You should always be searching...

**YOU NEVER
KNOW WHERE
YOU COULD
CATCH ONE!**

COLLEGE
SCHOLARSHIP

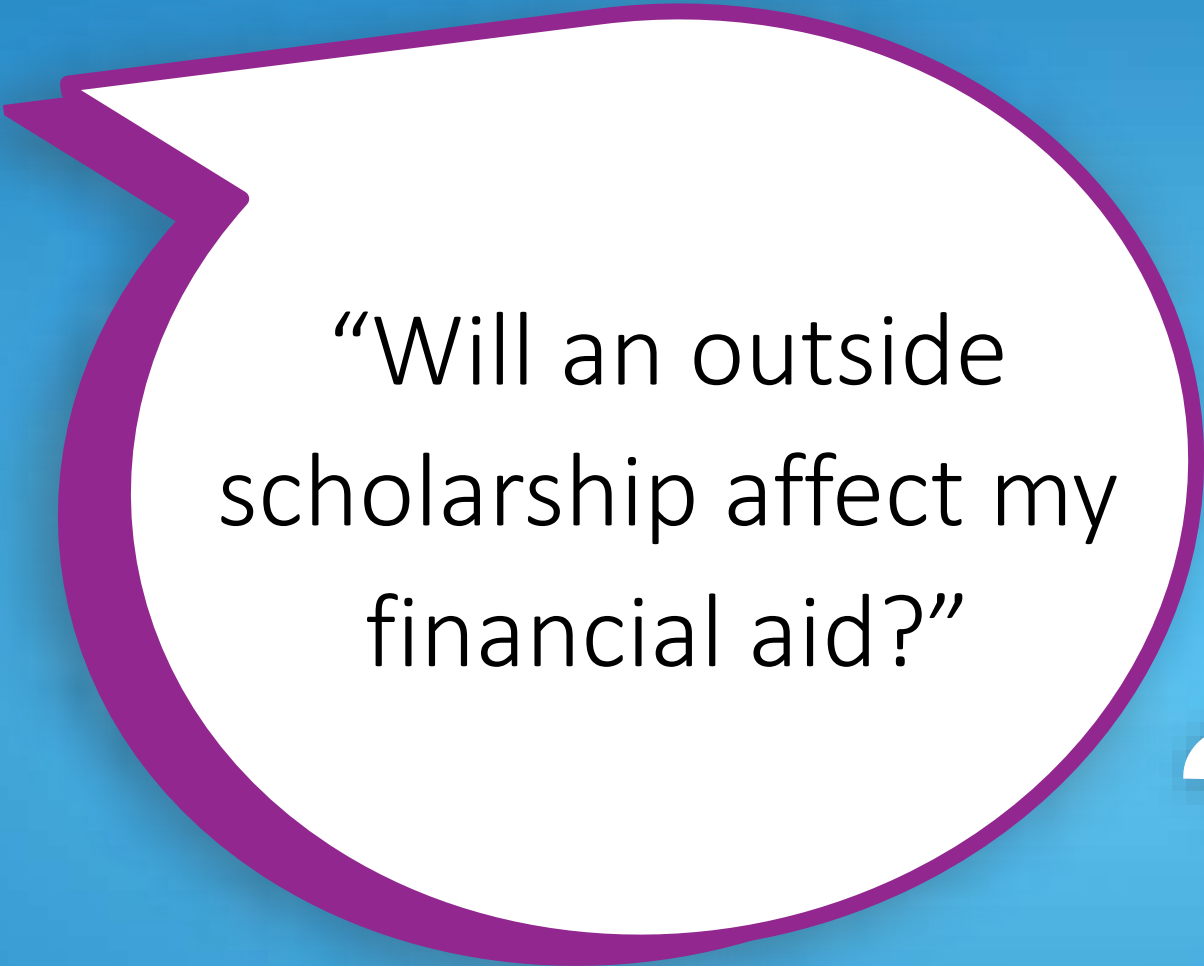


Watch for Scholarship Scams



- Application fees
- “Guaranteed” scholarships
- Solicitations
- Official-looking companies





“Will an outside scholarship affect my financial aid?”



Ask your college representatives!

Use Your Resources



- PHEAA.org
- EducationPlanner.org
- MySmartBorrowing.org
- YouCanDealWithIt.com
- PHEAA toll free: 800-692-7392
- Federal Student Aid Info Center: 800-433-3243
- studentaid.gov – The one-stop shop site for all financial aid information.
- studentaid.gov/FAFSA – Direct link to the FAFSA

PHEAA.org/ResourcesStudents

The image shows a screenshot of the PHEAA website's navigation menu. The main navigation bar includes the PHEAA logo and several menu items: Grants, Loans, Funding Opportunities, College Planning, Tools, and Partner Access. The 'Tools' menu is expanded, showing a list of options: Account Access (AES), Online Ordering, MySmartBorrowing, Student Loan Notification Tool, Financial Aid Resources, and PA Forward Student Loan Program Toolkit. The 'Financial Aid Resources' option is highlighted with a red circle, and its sub-menu is visible, containing: Counselor & Partner Resources, FAFSA Toolkit, Financial Aid Night Toolkit, and Parent & Student Resources.

PHEAA

Grants Loans Funding Opportunities College Planning **Tools** Partner Access

Account Access (AES)
Online Ordering
MySmartBorrowing
Student Loan Notification Tool
Financial Aid Resources
PA Forward Student Loan Program Toolkit

Financial Aid Resources

- Counselor & Partner Resources
- FAFSA Toolkit
- Financial Aid Night Toolkit
- Parent & Student Resources

Providing Affordable Access to Higher Education

StudentAid.gov

The screenshot shows the homepage of StudentAid.gov. At the top, there is a navigation bar with the following items: the Federal Student Aid logo, a menu with options 'UNDERSTAND AID', 'APPLY FOR AID', 'COMPLETE AID PROCESS', and 'MANAGE LOANS', and links for 'Log In' and 'Create Account' next to a search icon. The main content area features a large dark teal background with the headline 'You Are America's Smartest Investment'. Below this headline is a paragraph: 'The U.S. Department of Education's office of Federal Student Aid (FSA) provides more than \$120 billion in financial aid to help pay for college or career school each year.' To the right of this text is a white 'Log In' button, and below it is a 'Create Account' link. At the bottom, there are four teal-colored boxes representing different user categories: 'Considering School' (with the subtext 'I'm thinking about going to college or a career school.'), 'In School' (with 'I'm in the process of earning a degree or certificate.'), 'Parent' (with 'I want to help my child pay for college.'), and 'In Repayment' (with 'I have loans I need to repay.').

Federal Student Aid
AN OFFICE OF THE U.S. DEPARTMENT OF EDUCATION

UNDERSTAND AID ▾ APPLY FOR AID ▾ COMPLETE AID PROCESS ▾ MANAGE LOANS ▾ Log In | Create Account 🔍

You Are America's Smartest Investment

The U.S. Department of Education's office of Federal Student Aid (FSA) provides more than \$120 billion in financial aid to help pay for college or career school each year.

[Log In](#)

[Create Account](#)

Considering School
I'm thinking about going to college or a career school.

In School
I'm in the process of earning a degree or certificate.

Parent
I want to help my child pay for college.

In Repayment
I have loans I need to repay.

Consumer Financial Protection Bureau



Search

[Submit a Complaint](#)

[Consumer Tools](#)

[Practitioner Resources](#)

[Data & Research](#)

[Policy & Compliance](#)

[About Us](#)

Paying for College

Get help to make informed financial decisions about how to pay for college. Start by [comparing financial aid offers](#) or [understanding student loan repayment options](#).



[Get started](#)

[Student financial guides](#)

[Compare financial aid offers](#)

[Repay student debt](#)

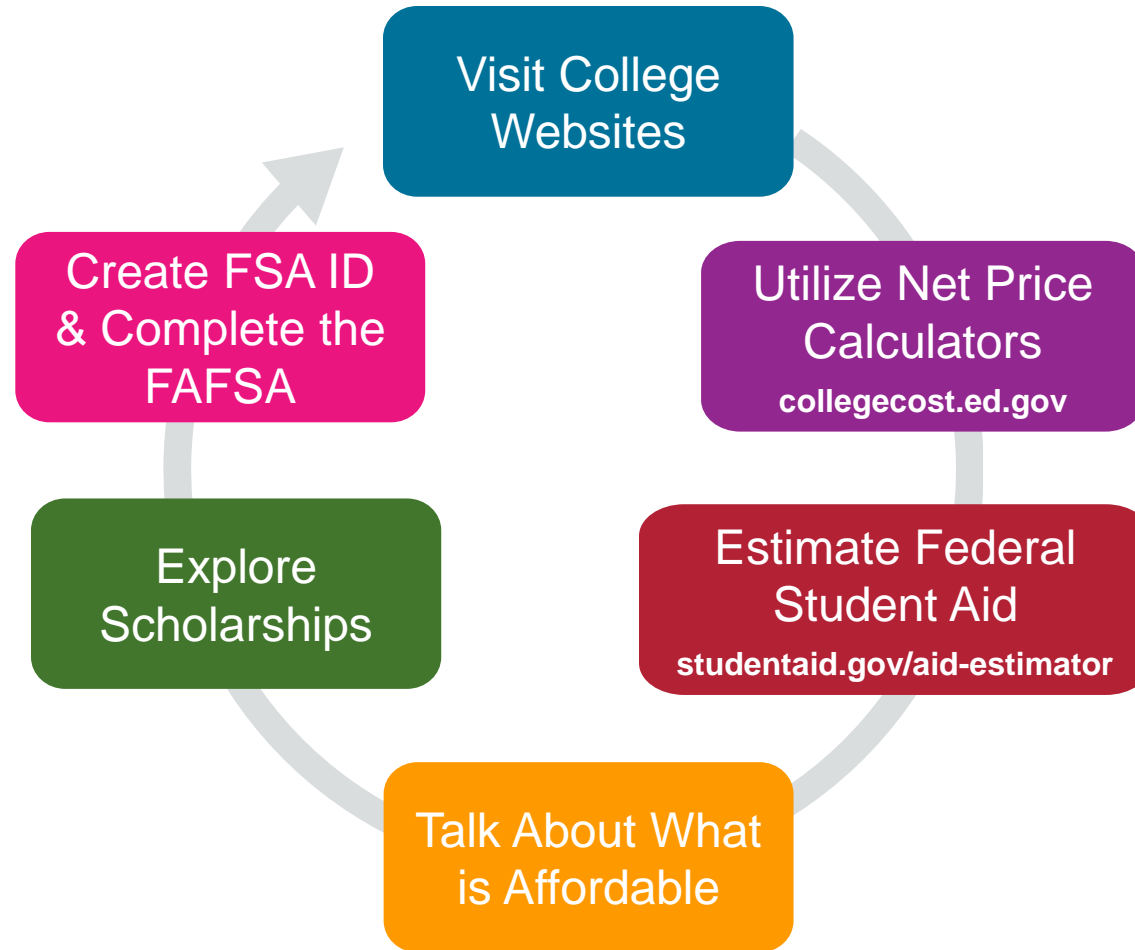
PA529 College Savings Plan

PA529.com

- A tax-free savings account for postsecondary education costs
- Easy, affordable and tax free



What Can You Do Now?



Social Media Outreach



PHEAA
American Education Services



@PHEAAaid
@aesSuccessorg



PHEAA

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