

Private Educational Loan Information

Students may choose any private lender of their choice; however, they are not required to use any of these private education loan lenders. Dorsey Schools will promptly process the application for any lender that is selected. Students and parents should first apply for Federal Student Aid before resorting to Private Educational Loans.

Borrowers who are interested in obtaining private education loans **may qualify for federal student loans or other assistance under Title IV of the Higher Education Act** and should apply for such federal aid before applying for a private education loan. The terms and conditions of loans made, insured, or guaranteed under Title IV of the Higher Education Act typically will be more favorable than the provisions of private education loans. If the student decides to use private educational loans, they may select any lender of their choice.

Additional information for Students and Parents

Below we have listed the maximum eligibility amounts of federal student grant, work study and loan funds that are available for students under Title IV of the Higher Education Act to the extent they qualify for. The Direct Loans are made through the William D. Ford Federal Direct Loan Program, which is administered by the U.S. Department of Education.

The availability and eligibility amounts for Supplementary Educational Opportunity Grant (SEOG) and Federal Work Study programs may differ from one Dorsey School location to another, based on allocations received from the US Department of Education. All grant, work study and loan programs, except for the Direct Unsubsidized Loan and the PLUS Loan, are based on a student's need as determined by the information provided on the Free Application for Federal Student Aid (FAFSA) and cost of attendance at the institution. The amounts listed below are for the current award year.

SUMMARY

Pell Grant

Maximum award for full time enrollment – \$5730

Supplementary Educational Opportunity Grant (SEOG)

From \$150 to \$1200

Federal Work Study Program (FWS) – *This program is designed to assist students with their educational expenses through part-time employment, and encourage community service involvement. Employment earnings are paid directly to the student.*

Direct Subsidized Stafford Loan - *No interest is charged while you are enrolled at least half-time or during deferment periods. For loans first disbursed before July 1, 2012, and after July 1, 2014, no interest is charged during your grace period also.*

First Year – \$3500

Second Year – \$4500

Third or Fourth Year - \$5500

Additional Direct Unsubsidized Stafford Loan (Dependent Students whose parents were not denied a PLUS loan) - *Interest is charged during all periods, including while you are in school, during grace period and deferment period.*

First Year - \$2000

Second Year - \$2000

Third or Fourth Year - \$2000

Direct Unsubsidized Stafford Loan (Independent Students and Dependent Students whose parents were denied a PLUS loan) - *Interest is charged during all periods, including while you are in school, during grace period and deferment period.*

First Year - \$6000

Second Year - \$6000

Third or Fourth Year - \$7000

Direct Parent Loan to Assist the Student (PLUS) – *This loan program allows parents to borrow for eligible students. The eligibility amount is up to the Cost of Attendance less other financial aid awarded, after an approved credit check.*

Private Educational Loan Information

How can I reduce the amount I need to borrow?

Developing and sticking to a budget while you're in school can help you minimize the amount you need to borrow. Make a list of your expected monthly expenses and subtract that from your available sources of income, such as your student aid and any outside employment. If your income is less than your expenses, you'll need to reduce your expenses, find other sources of income or both.

Additionally, students can see how much they can afford to repay based on their estimated income and expenses after you leave school. This estimated budget can help to determine how much students can afford to borrow to go to school. Help can be found on the web by using the interactive budget work sheet and calculator on the Direct Loan Web site at: www.direct.ed.gov.

Selecting a Private Educational Loan

Students have a variety of options if they choose to apply for private loans. Dorsey Schools does not use a preferred lender list; we can provide students with a list of private education loan lenders that have offered private loans to our students over the past four years. Students should select a private lender of their choice; they are not required to use any of the lenders that our students have previously used. Dorsey Schools will promptly process the application for any lender that is selected by students. Students and parents should first apply for Federal Student Aid before resorting to private educational loans.

Dorsey Institutional Loan

Dorsey Schools also offers a private institutional loan to eligible students that have a gap in their Federal Student Aid and the amount of their institutional tuition and fees. This institutional loan can only be used to cover direct cost incurred by the student (e.g. tuition, fees); it cannot be used to cover other educationally related expenses that a student may have (e.g. travel, room & board, etc.). Students should contact their financial aid office for additional information.

To provide additional information on the Dorsey Institutional Loan, below are copies of the following forms that are utilized for this private education loan option:

Dorsey Institutional Loan Private Educational Loan Disclosure_Approval Disclosures
Dorsey Institutional Loan Private Educational Loan Disclosure_Right to Cancel
Dorsey Institutional Loan Private Educational Loan Disclosure_Self Certification
Dorsey Institutional Loan Private Educational Loan_Promissory Note