

Federal Loans

Financial awareness sessions



Fees, Income and
Credit Control Office

PLEASE

**Turn off or
switch to
silent**



Who handles your Loans

Not Financial Aid Office

**Fees, Income and Credit
Control: Part of Finance
Division**



Fees, Income and
Credit Control Office

Direct Lending

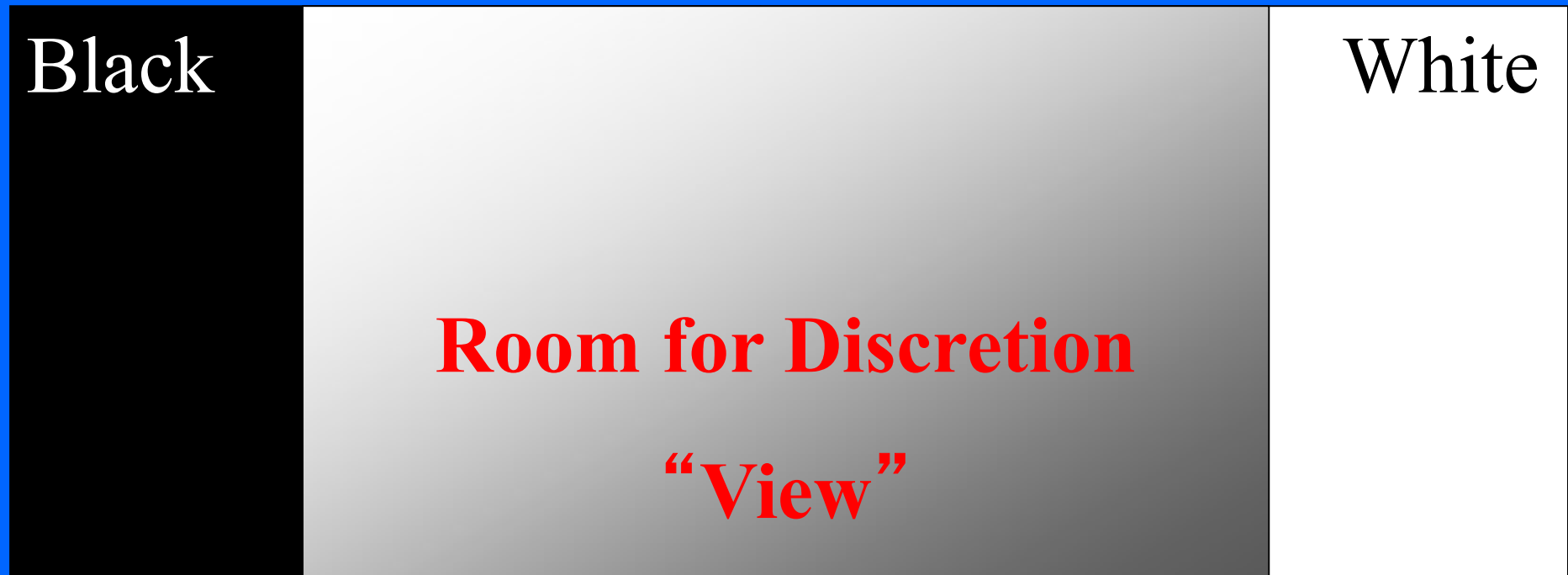
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Regulatory Compliance



Fees, Income and
Credit Control Office

Education Legislation in the UK



Education Legislation in the USA

Black

White



LSE Website

Loans for American students

[Eligibility](#)
[Consumer information](#)
[Applying for aid](#)

[Information](#)
[Private loans](#)
[Military](#)

Institutional & Financial Aid information

At LSE, all Federal and Private US loans are handled by the Fees Office

For information on scholarships/awards and student funding please visit the [Financial Support Office](#) webpages. For information on Federal Aid, fee payments and general financial aid information please see [Fees and Student Finance](#)

Eligibility

You may borrow up to the Cost of Attendance and no more.

- The Cost of Attendance spreadsheet is set by the school but may be adjusted by the student to reflect your specific needs but keeping within the parameters set by the school.
- The spreadsheet will give warnings if too much loan is requested. Two types of loans are available to you, Federal (Stafford) loans Direct Lending, and private loans.
- Students should only use the Cost of Attendance spreadsheet for the academic year in which they are registered
- Applications for each new academic cycle can be submitted from June 1st onwards
- The LSE School code (OPE) is G06693

Federal Stafford loan/Direct Lending

There is an entitlement to Subsidised (Undergraduates only) and Unsubsidised loans which have fixed limits depending on whether the student is dependent, independent or postgraduate. These may be topped up to the full cost of attendance with a PLUS loan which is not an entitlement, but is subject to credit checking and may be declined by the Ed Dept.

Loan Limits for ...	All Students	Dependent Students	Independent Students
	Subsidised Loan	Unsubsidised Loan	Unsubsidised Loan
Undergraduate year 1	\$3,500	\$2,000	\$6,000
Undergraduate year 2	\$4,500	\$2,000	\$6,000
Undergraduate year 3	\$5,500	\$2,000	\$7,000
Postgraduates			\$20,500
PLUS Loan	Balance up to Cost of Attendance		

The US Education Department charge an origination fee on all loans and this is

NSLDS



iTracker



Student loans Gov



Direct Loans essential information



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Consumer information

- Completion/graduation rates
- Retention rates
- Placement rates
- Crime rates - Inner City campus
- Copyright infringement
- Withdrawing and Return of Title IV Policy
- Loan terms and sample repayment schedule
- Academic programmes available at the LSE - [Graduate](#) & [Undergraduate](#)
- Degree accreditation
- Freedom of information
- Student services
- Services and facilities for students with disabilities
- NSLDS Loan reporting
- Code of conduct
- Textbook information
- Fire safety
- Drug and Alcohol abuse prevention



SAP

SAP

- Quantitative
- Qualitative
- Financial aid warning
- Appeal

Status Code	Progression Status	Eligibility for Federal Aid
R	Registered	Good standing
RRT	Registered, repeat tuition and exams	Ineligible
BF	Break for academic failure, not registered	Ineligible
BP	Break for personal reasons, not registered	Ineligible
BU	Unauthorised break, not registered	Ineligible
URE	Unregistered, repeat exams	Ineligible
W	Withdrawn	Ineligible





**START HERE
GO FURTHER**
FEDERAL STUDENT AID®

StudentLoans.gov

English | Español

Home

Learn More

Tools and Resources

Managing Repayment

FAQs

Contact Us

Manage My Direct Loan

Sign In

Use your PIN to sign in
[Why am I signing in?](#)

- » Entrance Counseling
- » Sign Master Promissory Note
- » Complete PLUS Request Process
- » Financial Awareness Counseling
- » Endorse Direct PLUS Loan
- » Electronic IBR Application

Visit the PIN site if you are a new user or have forgotten your PIN.



StudentLoans.gov

This site is your source for information from the U.S. Department of Education about how to manage your student loans.

Learn More

- » Find Information about Student Aid Programs
- » Recent Changes to the Student Aid Programs
- » Interest Rate Change for New Direct Subsidized Loans
- » Direct Loan Overview
- » What you Need for Direct Loans
- » What to Expect for Direct Loans
- » Glossary

Tools and Resources

- » Apply for PIN
- » FAFSA
- » Financial Awareness Counseling
- » Exit Counseling
- » Special Direct Consolidation
- » Direct Loan Consolidation
- » My Financial Aid History

Managing Repayment

- » Repaying Your Loans
- » Repayment Plans & Calculators
- » Trouble Making Payments?
- » Loan Discharge
- » Public Service Loan Forgiveness
- » Teacher Loan Forgiveness
- » Loan Servicers



Online tools

LSE

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Know your Loans

Entitlement

PGs	Sub	\$ 0.00
	Unsub	\$20,500
UGs	Year 1	\$3,500
	Year 2	\$4,500
	Year 3	\$5,500

Topping Up

PLUS – Credit Check

Graduate PLUS

Parent PLUS

**Sallie Mae Smart Loan
Credit Co-Borrowers**



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2012 Changes

Entitlement

PGs	Sub	\$ 0
	Unsub	\$20,500



Key dates

Loan period is: September 24th – 10th June 2017

Note end date or graduation date***

Census returned to NSLDS every 60 days



Disbursements

Multiple disbursements required 34 CFR §682.207(c-e) and 34 CFR §682.604(c)(6-9)

An FFEL Program loan for a student attending a foreign school may no longer be disbursed in a single installment. The schedule for disbursement of the loan proceeds that the school provides to the lender under 34 CFR §682.603(b)(3) must now provide the lender with a disbursement schedule and disbursement amounts that provide for the disbursement of the loan in at least two substantially equal installments. For loans that were previously certified with loan periods beginning on or after July 1, 2006, the foreign school must contact the lender to revise the disbursement schedule, if necessary, to comply with these multiple disbursement requirements.

For programs offered in standard terms (semesters, trimesters, or quarters) or nonstandard terms that are substantially equal in length, at least one disbursement is made for each term in the loan period. A program is considered to have substantially equal terms if no term in the loan period is more than two calendar weeks longer than any other term in the loan period.

- If there is more than one term in the loan period, the loan must be disbursed over all terms of the loan period. For example, if a loan period includes all three quarters of an academic year, the loan must be disbursed in three substantially equal disbursements.
- If there is only one term in the loan period, the loan must be disbursed in equal amounts at the beginning of the term and at the term's midpoint.

For programs offered in clock hours, credit hours without terms, or credit hours with non-standard terms that are not substantially equal in length, the loan must be disbursed in at least two substantially equal amounts, with the first disbursement generally disbursed at or near the beginning of the loan period.

Loans in 3 Instalments – No Exceptions



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Know your Dates

Disbursements

	Term 1	Term 2	Term3
Cheques ready	29 Sep	13 Jan	28 April



Common Problems

**Missing Processes
Failed Links - MPN**

Check LSE email regularly



Disbursement Process



WU London



Your Cheques

Loans Paid as One Third each term

Institutional Charges

Tuition deducted as one third each term

Hall fees deducted as advised

(best guess?)

“catch-ups” each term



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WARNING

If you don't plan a budget

You will run out of money!

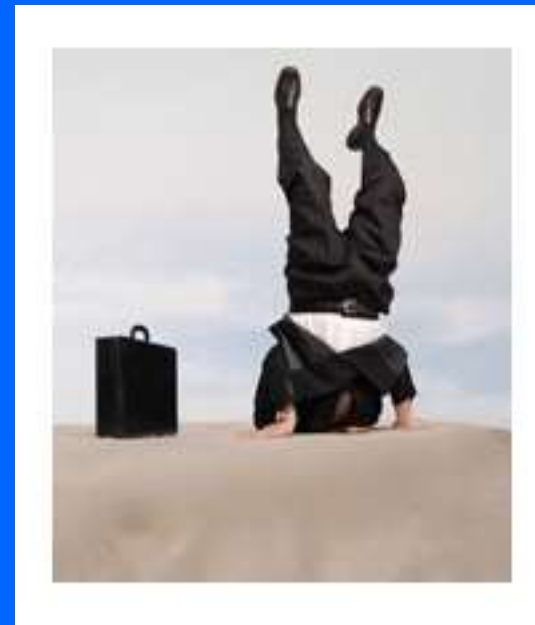


WU daily rate

- COA was built with rate of 1.55
- Best rate with USDE approved provider
- Note: Retail rate not interbank rate



Disbursement Problem ??



What to do ?

- Nothing is new
- We understand and support
- Come and see us



LSE for You

Tuition Fees Statement 2011/2

JUOTE, MR OO

LSE ID Number 201123534

Information on statement is correct as at 11am on 17-Apr-2012.

Registration Status

Registered Student

Course Name

MSc in Biomedicine,
Bioscience and Society

Mode of Study

Full-time

Fee Status

EU National and Resident,
paying UK Fee

Billing Details

Type	Reference	Amount
Tuition Fee	2011/2	£10,272.00
Billing Details Total		£10,272.00

Payments & Transactions

Date	Type	Reference	Amount
13-Sep-11	WEBCREDIT	355174-MC	£-10,272.00
13-Sep-11	WEBCREDIT	355174-MC	£10,272.00
14-Sep-11	WEBCREDIT	355174-MC	£-10,272.00
Payments & Transactions Total			£-10,272.00



Transaction types

- USL_LSE
- USL_CHQ
- USL_Hall
- Your disbursement and probable Fee charge
- Sterling cheque payment to you – double entry on FS
- Institutional charge retained for residence fee



LSE for YOU – LfY – Fees Page

BALANCE OUTSTANDING FROM PREVIOUS YEAR	0.00
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STUDENT'S FEES FOR 2010/1	9,888.00
	<u>9,888.00</u>

Less : Due from Sponsors	0.00
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Less : Met by Scholarships	<u>0.00</u>
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0.00

Total to be paid by student	<u>9,888.00</u>
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Less payments to date

26-AUG-10	WEBCREDIT, Reference SF	-2,500.00
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01-OCT-10	USL_LSE, Reference \$15839 £9820.81	-763.04
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01-OCT-10	USL_CHQ, Reference Draft 733979	9,057.77
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01-OCT-10	USL_CHQ, Reference Draft 733979	-9,057.77
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04-OCT-10	WEBCREDIT, Reference 322013	-2,500.00
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<u>-5,763.04</u>

Amount Outstanding	4,124.96
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Percentage Outstanding	42%
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LSE

Fees, Income and
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A closer look

2011/12				
01/08/11	YE	Voucher: 833272		-20496.00
27/09/11	USL_HALL	Hall SW	201104979 LEO NAKADA To Hall SW	1963.00
27/09/11	USL_LSE	\$3482 £2202.9609	LSE CHARGE	-1963.00
27/09/11	USL_CHQ	Draft 745336	From Travelex	-239.96
27/09/11	USL_CHQ	Draft 745336	To Student	239.96



LOAN TOO LITTLE OR TOO MUCH ?



Can I Borrow More Money ?

Yes, up to the Cost of Attendance (CoA)

Not a penny more than the Cost of Attendance



How to borrow more money

New CoA

Talk to us

How to borrow less money

Early Repayment

Reduce future disbursement



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Tele-Teaching

Ineligibility of programs offered by telecommunications

The HERA specifies that a program offered by a foreign school that uses telecommunications as a method of delivery is not eligible for Title IV aid. (See 20 U.S.C. §1088(b)). As a result, beginning July 1, 2006, students enrolled in a program offered by a foreign school that uses telecommunications to provide some of the instruction to students who are separated from the instructor may not receive FFEL Program funds. Foreign schools must cancel any FFEL Program funds scheduled for disbursement on or after July 1, 2006, for students enrolled in such a program. "Telecommunications" is defined as "the use of television, audio, or computer transmission, including open broadcast, closed circuit, cable, microwave, or satellite, audio conferencing, computer conferencing, or video cassettes or discs." (See 20 U.S.C. §§ 1091(l)(4) and 1002(a)(3)).

Note that telecommunications technologies may be used by foreign schools to supplement and support instruction offered in the foreign classroom as part of an otherwise eligible program.

An institution should exclude from its next application for recertification to participate in the FFEL Program any programs that have lost eligibility as a result of this change.

Contact with tutor by email does not count



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No study in USA

**Except for the writing up year
of a Doctoral Program**

1 Nov 2010



RT24

Students who

- Withdraws
- Interrupts >180 days
- Drops below half time

Return of Title IV Policy

Page Contents > [Return of funds by the school](#) | [Return of funds by student](#) | [Approved leave of absence](#)

American Student Loans and Federal Aid Return of Title IV Funds Policy

If a student who receives Title IV funding withdraws, interrupts for more than 180 days or drops below half time attendance the LSE will follow the requirements of returning funds laid down by the US Dept of Education. This will be applied alongside the School's withdrawal and refund policy. The Fees Office will use RT24 (Return of funds calculator provided by the US Department of education to determine how much of the loan may be retained and how much must be returned.

For further information of interrupting/withdrawing from the LSE please [click here](#)

Return of funds by the school

A student 'earns' aid on a daily basis and therefore if a student withdraws any 'unearned' aid for that payment period will need to be returned to your lender. Once the amount the School and the student needs to return has been calculated a cheque will be sent to the lender and the student notified if they need to return any funds.

Loans are returned in the following order:

1. Unsubsidised Stafford
2. Subsidised Stafford
3. PLUS (Graduate or Parent)

There are some Title IV funds that students may have been scheduled to receive that cannot be earned once a student withdraws because of other eligibility requirements. For example, in certain circumstances, if a first-time, first-year undergraduate student has not completed the first 30 days of the program before withdrawal, the student will not earn any FFEL loan funds that he or she would have received had the student remained enrolled past the 30th day.



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Withdrawal Calculation

Loan	\$20,000
Start	01/10/2011
End	31/12/2011
Withdraw	5/11/11
No of days	$56/91 = 61\%$
Money received	\$20,000
Portion earned	\$12,200
Immediate repayment	\$7,800



Withdrawal

Students who are no longer attending at least half-time 34 CFR §682.207(b)(1)(vi)

A second or subsequent disbursement of an FFEL Program loan may not be disbursed to a student who has withdrawn or ceased to be enrolled at least half-time unless the student has graduated or successfully completed the period of enrollment for which the loan was intended. (See 20 U.S.C. § 1078-7(d)(1).)

You ‘earn’ $1/365$ of CoA for each day in attendance



DEFERMENT

What is deferment?

The government does not pay the interest on your unsubsidized loans (or on any PLUS loans). You are responsible for paying the interest that accrues (accumulates) during the deferment period, but your payment is not due during the deferment period. If you don't pay the interest on your loan during deferment, it may be capitalized (added to your principal balance), and the amount you pay in the future will be higher.

If you can't make your scheduled loan payments, but don't qualify for a deferment, your loan servicer may be able to **grant** you a forbearance. With forbearance, you may be able to stop making payments or reduce your monthly payment for up to 12 months. Interest will continue to accrue on your subsidized and unsubsidized loans (including all PLUS loans).

There are two types of forbearances:

- Discretionary
- Mandatory



DEFERMENT

- Don't assume that lenders talk to each other
- Don't assume that one loan knows you have another
- You must apply to each lender for each deferment for each loan
- Note - Grace Period – six months



Lenders & Servicers

ACS

Great Lakes

NelNet

Sallie Mae

AES/PHEAA

Check with NSLDS



Repayment

You don't have to begin repaying most federal student loans until after you leave college or drop below half-time enrollment. However, PLUS loans enter repayment once your loan is fully disbursed (paid out).

Your loan servicer or lender must provide you with a loan repayment schedule that states when your first payment is due, the number and frequency of payments, and the amount of each payment. Keep in mind that your loan may have a grace period.



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Grace period

The grace period is a set period of time after you graduate, leave school, or drop below half-time enrollment before you must begin repayment on your loan. The grace period gives you time to get financially settled and to select your repayment plan. Not all federal student loans have a grace period. Note that for most loans, interest will accrue during your grace period.



Advice

Speak with your servicer



Repayment

Sub & Unsub

Note - Grace Period – six months

PLUS

No Grace Period

New Servicers

Check NSLDS



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Who's responsible ?

It's
YOU



Fees, Income and
Credit Control Office

CONTACT FEES OFFICE

Drop-in

SSC 2pm – 3pm

Email

fees@lse.ac.uk

Phone

020 7955 7765

Appointments
book

Phone to

