



## **Financial Aid Description of Awards**

**Subsidized Stafford Loan** – Eligibility is determined by financial need. Federal Government pays the interest while the student is in school, in grace period, in deferment. For loans disbursed after July 1<sup>st</sup>, 2008 the interest rate is 6.0%.

**Unsubsidized Stafford Loan** – Eligibility is not based on financial need. Borrower is responsible for interest during in school, in grace period, and deferment periods. Borrower may pay interest quarterly or have it accrue and be capitalized at repayment. For loans disbursed after July 1<sup>st</sup>, 2008 the interest rate is 6.8%.

**Perkins Loan** – Priority given to students with exceptional need. Interest rate is currently at 5%. Grace period is 9 months. Interest does not accrue until student enters repayment following grace period.

**Saint Luke's Loan** – Saint Luke's College institutional loan funds are loaned as availability of funds allow. Repayment begins 60 days after a student ceases to be enrolled at the College. The interest rate is at 6% and starts to accrue after the student ceases to be enrolled at the College.

**Federal Nursing Loan** – This is a loan that is awarded to students with need. Repayment begins 9 months after a student graduates or drops to less than half-time. These loans are based on a 5% interest rate.

**Parent PLUS Loan** – This is a parent loan for an undergraduate student. Repayment begins within 60 days after first disbursement. Parents must fill out a PLUS loan MPN. This is a credit-based loan for parents only and has a fixed interest rate of 8.5%.

**Pell Grant** – The Pell Grant is unaffected by student's other aid. It is awarded based on information from the FAFSA. Eligible students must be undergraduate students without a baccalaureate degree. Both full and part-time students are eligible. \* *This is free money that does not have to be repaid.*

**Missouri Access Grant** – This program provides need-based grants to full-time Missouri resident students, who have completed their FAFSA by April 1<sup>st</sup>, have an EFC within the guidelines set by the state for this program, and who do not have a prior degree. Awards are based upon state funding levels.

**SEOG** – Reserved for students who exhibit exceptional financial need as determined by information provided on the FAFSA.

**Saint Luke's Grant** – The College receives a limited number of funds for these grants each year. The grants are awarded based on need as determined by the FAFSA. \* *This is free money that does not have to be repaid.*

**Foundation Scholarships** – The College has a number of scholarships available to those who qualify. The application deadline for all scholarships is June 1<sup>st</sup>. The scholarships are both need-based and merit-based. They range from \$2,000 - \$9,000 per year. \* *This is free money that does not have to be repaid.*

#### **IMPORTANT**

**\*\* PLEASE READ BELOW \*\***

**Student loans are NOT gifts.** Repayment is required. Students who take advantage of loans or parents who take a PLUS loan who do not repay the loans are subject to becoming delinquent or in default status. Consequences of default include:

- *Negative credit rating*
- *Loans turned over to a collection agency*
- *Federal and state tax returns and social security payments may be withheld.*
- *Wage garnishment*
- *No longer eligible for deferments and forbearances*

**If you have any questions or concerns please contact Marcia Shaw, Executive Director of Business Operations and Student Services, at 816-932-2194.**