Update of New Federal Regulations
Stafford Loans

- Subsidized Stafford Loans that are made on or after July 1, 2012, the interest will start accruing during the grace period.

- Subsidized Stafford Loans that were made prior to July 1, 2012, the interest will start accruing after the six-month grace period.
Stafford Loans

- Stafford Loans made on or after July 1, 2012, will not have the rebate that prior loans had.
- Loans prior to July 1, 2012, the student received more money upfront as a rebate. To keep the rebate the borrower MUST make 12 months on time payments when loans go into repayment.
- For Parent PLUS Loans, the loans will not have the rebate and the loans will be charged a 4.0% processing fee.
Subsidized Stafford Loans Interest Rate

- Subsidized Stafford Loans made on or after July 1, 2012, will have an interest rate of 6.8%. This could change if Congress votes to lower the rate. As of today, we have not had any word on the rates. The Financial Aid Office will let you know if this changes.
Graduate Stafford Loans

Starting July 1, 2012, there will not be any more Subsidized Stafford Loans. All Graduate loans will be Unsubsidized Stafford Loans. Prior to July 1, 2012, the loans that are subsidized will stay subsidized for the life of the loan.
Satisfactory Academic Progress

- Started July 1, 2011, Rose-Hulman had to implement a new SAP policy due to Federal Regulations.

- Students must meet Rose-Hulman’s GPA requirement at the end of each academic year.

- If not met, the student must appeal to the Financial Aid Office.
If approved, the student must meet with his/her advisor to make an academic plan for the next academic year. This plan will have an end result of meeting the RHIT GPA requirement.

If you are on an academic plan, your GPA will be looked at after each term.
SAP cont.

- Student MUST pass at least 67% of their classes. This will be monitored each academic year.

- If the student fails to pass 67% of their classes, they must appeal to the Financial Aid Office to continue receiving financial aid.
• Student can ONLY take 150% of classes towards their degree.

• EX: To receive the degree you must complete 220 credit hours. The student cannot take more than 330 credit hours.
If a student retakes a course in which he/she has received a passing grade (D- or higher), the course can only be counted in one more term to be eligible for financial aid for that course.

If the student chooses to repeat a passing course for the third time, the course will not be paid for by financial aid.
Repeat a Course Cont.

- If the student fails a course, he/she may repeat that course and receive financial aid.

- Once the course has been passed, he/she can only take it one more term before any financial aid will not pay for the course.
Courses in General

- If you are taking courses, make sure they apply to your degree. Financial Aid can NOT pay for courses that do not apply to your degree.

- Since Rose-Hulman tuition is charged in a block system, at least 12 credit hours worth of course must apply to your degree and then you may take a course that is NOT in your degree.
Starting July 1, 2012, the State of Indiana will be requiring the school to look at GPA’s. This is the first time in history that the State of Indiana is looking at GPA’s.

The GPA requirements for the State aid is as follows:

- FR 1.8
- SO 2.0
- JR 2.5
- SR 2.5
The class standings are determined by the following:

- Credit hours 0 – 44 Freshman
- Credit hours 45 – 94 Sophomore
- Credit hours 95 – 144 Junior
- Credit hours 145+ Senior
Exit Loan Counseling

- As of July 1, 2012, RHIT is required to conduct an Exit Loan Counseling to every student graduating or withdrawing from Rose-Hulman.

- The Office Of Financial Aid will conduct sessions in April/May to go over student loans for the graduating seniors.
Loan Cancellation Statement

- Just a side note...... On your tuition invoice you will notice a little statement telling you have 14 days to cancel your Stafford Loan.

- You do NOT have to cancel your loan, it is just a federal regulation that we put that statement on your invoice.
For the 2012-2013 FAFSA filing, it is HIGHLY recommended that you do the IRS data retrieval.

- With the IRS data Retrieval, it will plug in your income from your taxes. The retrieval will be available after 2/1/12.

- Reminder: State of Indiana deadline is March 10th.
Double Major

- If you are pursuing a double major make sure you end both majors at the same time.

- If you complete one major before the other, you will not be eligible for any more financial aid.
QUESTIONS!!!!!!!