The Financial Aid Office has carefully reviewed your application for financial assistance. This bulletin contains important information on how your eligibility was determined, and how you may apply to the specific student aid programs.

PLEASE READ THROUGH THIS ENTIRE BULLETIN CAREFULLY. After reviewing your award in Net Partner, if you need additional assistance, please feel free to contact our office.

UNDERSTANDING YOUR FINANCIAL AID AWARD

The Financial Aid Awards screen provides you with a standardized BUDGET that was established based on the guidelines specified in law by Congress. The RESOURCES that are listed under student contribution, as well as the type of financial aid you have been awarded, is the result of the federally mandated need analysis calculation called Federal Methodology.

The need analysis is determined from your answers on the Free Application for Federal Student Aid (FAFSA), Financial Aid Application and other documents you submitted for your application. Your need for the academic year is determined by subtracting any estimated RESOURCES and any other aid you may be receiving from sources outside the Medical College of Wisconsin from your cost of education or BUDGET. If your RESOURCES are less than your BUDGET for the academic year, you have demonstrated FINANCIAL NEED.

Under federal law, the determination of a student’s basic eligibility for financial assistance must comply with the following requirements:

1. ACADEMIC YEAR must be used in determining your eligibility for all federal programs. That is, the maximum length of the budget period may include only those times during which you are formally enrolled in classes. Non-enrollment periods (such as summer after your M-1 year) CANNOT be included in determining your financial aid.

2. Students’ budgets may include only those expenses incurred by the ENROLLED STUDENT. Expenses for other family members (spouse, children) CANNOT be included with the exception of childcare costs due to a spouse working outside the home or attending school or if you are a single parent.

Your FINANCIAL NEED has been calculated according to the requirements of the Federal Methodology, using the following guidelines:

1. The budget period for the ACADEMIC YEAR is based on the actual number of months in the formal academic period during which you are enrolled. The budget includes what you will owe the Medical College of Wisconsin directly, which is tuition, Student Affairs Committee fee, life and disability insurance and health insurance if you should purchase the policy through MCW. All of the aforementioned expenses are billed twice a year.

2. Each academic year, there is a budget allowance for books, equipment and supplies as well as your living expenses. You will purchase these with the remaining funds you receive from the Bursar as well as with any other funds indicated under Resources on your Financial Aid Awards screen.

3. The contribution from you includes an amount earned by you from employment or savings (as reported on the Free Application for Federal Student Aid). If you are married, the contribution from your spouse is also included.

4. The contribution from your parents represents the amount you, your parents (or others) self-reported on the Financial Aid Application or the Parental Assistance Worksheet. This self-reported contribution will be applied to your educational and living costs.
Your eligibility for the Federal Direct Subsidized Loan program (M-3 students only) as well as the institutionally based programs is determined if you demonstrate need. The Federal Direct Unsubsidized and Grad PLUS Loan programs are not need-based; however, the amount you can receive plus any other resources cannot exceed the cost of education.

Budget adjustments are allowable only on a case-by-case basis. You must provide documentation for the budget adjustment you wish to have considered (i.e. childcare expenses).

If you feel that additional expenses should be considered, it is essential that you arrange an appointment with a Financial Aid counselor to discuss the results of your original need analysis, and to receive information concerning the type of additional documentation you may be required to submit.

**SOURCES OF ASSISTANCE**

This section reports your eligibility for specific programs of student financial assistance. If you are eligible for a specific program and you have not submitted your applications yet, but wish to apply to that program, read the instructions on how to apply to the individual aid programs contained in this bulletin.

**FEDERAL DIRECT SUBSIDIZED LOAN PROGRAM** (For M-3 students only since their enrollment period begins before July 1, 2012. The Federal Direct Subsidized Program will be eliminated for enrollment periods after July 1, 2012.)

This need-based loan is obtained through the U.S. Department of Education. Professional students may borrow up to $8,500 per academic year, with a cumulative maximum of $65,500. The amount you are eligible for may vary, based on your financial need. The Federal government on behalf of the student will pay interest on Direct Subsidized loans while enrolled in school on at least a half-time basis, during grace and periods of deferment. The Financial Aid Office will notify you of your eligibility. There is a 1.0% origination fee that will be deducted from proceeds prior to disbursal of the loan; however, as a Direct Loan borrower, you receive an upfront interest rebate equal to 0.5% of a Direct Subsidized Loan. The upfront interest rebate reduces your origination fee; however, to retain the interest rebate, you must make the first 12 required monthly payments of your Direct Loan on time. If you do not make the first 12 required monthly payments of your Direct Loan on time, the interest rebate will be added back to your loan. The interest rate is fixed at 6.8%. The rebate only applies to loans that are disbursed prior to July 1, 2012.

**FEDERAL DIRECT UNSUBSIDIZED LOAN FOR STUDENTS**

This non-need-based loan is obtained through the U.S. Department of Education. M-3 Professional students may borrow the difference between a Direct Subsidized Loan and the maximum amount for your enrollment period or your cost of education. For example, if you are eligible to borrow $8,500 in a Federal Direct Subsidized Loan, you may borrow $38,667 in a Direct Unsubsidized Loan. M-4 Professional students may borrow the maximum amount for your enrollment period or your cost of education. For example, you may borrow $44,944 in a Direct Unsubsidized loan. The annual maximum amounts you can borrow are: M3 (12 months) $47,167; M4 (11 months) $44,944, however, the maximum Stafford Loan aggregate amount is $224,000.

The interest rate is fixed at 6.8% and a 1.0% origination fee will be deducted from proceeds prior to disbursal of the loan. The interest rebate mentioned above for the Federal Direct Subsidized Loan also applies for the Federal Direct Unsubsidized Loan. However, interest accrues and can either be paid by the borrower periodically or, while in school, deferred and capitalized (interest added to the principal of the loan).

**FEDERAL DIRECT GRAD PLUS LOANS**

Under the Federal Direct Grad PLUS Loan program you can borrow up to the cost of attendance minus any other financial aid received. Approval of the Federal Direct Grad PLUS Loan is based on your credit history, not your credit score. An adverse credit history is defined in regulations as being 90 days or more delinquent on any debt, or having a credit report that shows default, discharge, foreclosure,
repossession, tax lien, wage garnishment or write-off of a Title IV debt during the five years preceding the date of the credit report. The interest rate is fixed at 7.9% and a 4% origination fee will be deducted from proceeds prior to disbursal of the loan; however, as a Direct Loan Borrower, you receive an upfront interest rebate of 1.5% on the origination fee resulting in a net fee of 2.5% which will be deducted from the gross amount of the loan borrowed. Once you enter repayment and make your first 12 monthly payments on time, the rebate becomes permanent. If you fail to make 12 on time monthly payments, a charge for the initial rebate will be added to the outstanding balance of the loan. The rebate only applies to loans that are disbursed prior to July 1, 2012.

AVAILABILITY OF LOANS

Loan funds will be released only after you have completed the formal registration process for your class and if the Financial Aid Office has determined that your file is complete and free of holds. Any holds placed by the Financial Aid Office must be taken care of before you will receive any of your funds. Holds can be placed for a number of reasons, including but not limited to, unsigned or missing forms, questionable or conflicting information or failure to complete the Verification Worksheet (for those selected). You will be notified on your Student Aid Report as well as our office if you are selected for verification. The Financial Aid Office will forward this form to you and a request for any additional documentation that may be required.

Federal Direct Student Loans are disbursed through the Business Office of the Medical College of Wisconsin. When applications are submitted on a timely basis, Direct loan funds are typically available when you begin the fall term, and again when tuition is due in January.

Institutional gift aid is applied directly to the student account once the student has accepted the offer of aid. Institutional loan money is applied directly to the student account after the promissory note is completed with the Business Office. All financial aid money will be placed on hold until the recipient has satisfied the Financial Aid Office’s need for a Biographical Statement. These statements are very important in fostering future relationships with the donors and must be completed before release of the hold.

First time borrowers of the Federal Direct Student Loan program and the Perkins Loan program must complete entrance counseling prior to receipt of your Federal Direct Unsubsidized, Federal Direct Grad Plus and Federal Perkins or Institutional loan programs. Individual appointments with a financial aid counselor are required for M-3 students desiring to borrow more than $20,500 from the Federal Direct Stafford Loan Program and for M-4 students requiring to borrow more than $20,000 from the Federal Direct Loan Program.

FINANCIAL AID DISBURSEMENT AND PLANNING YOUR BUDGET

Financial aid dollars that a student has applied for are credited to the student's account in the Bursar's Office. The Bursar will first take out the dollars needed to satisfy the student's bill. Billing occurs two times per academic year. The costs on the student bill include: tuition, Student Activity Committee fee, life and disability insurance and health insurance if applicable. The Bursar will then cut a check payable to the student for the remaining credit on the student's account. It is then the student's responsibility to budget for the purchases of books, equipment, and supplies, as well as their living expenses including: rent/utilities, food/household expenses, local transportation, personal and recreation, out of pocket medical and dental expenses and travel home (if applicable).

CHANGES TO NEED ANALYSIS OR ELIGIBILITY

Students' financial situations often change during the course of an academic year. Your family's financial status may suddenly worsen, your enrollment status may change, or you may receive unexpected or new financial support from an outside source. Whenever a change occurs which may change your financial situation, and affect your eligibility for financial assistance, you should immediately report that change to the Financial Aid Office. If revisions in your aid eligibility result from this change, you will receive a revised award, and we will advise you of any additional actions you should take.
Similarly, students sometimes find that they have made a mistake in their original financial aid application materials, or that their family situation will change between the time they applied for aid and the time their eligibility was determined. If you feel that your situation has been altered in any way since the time you originally submitted your application, and that this change may affect your eligibility for student financial assistance, contact the Financial Aid Office to arrange an interview with one of our counselors.

When determining your eligibility and/or offering you aid from programs under the direct administrative authority of the Medical College, we make every effort to insure that you will receive the maximum amount of assistance for which you are eligible. Please be aware that federal, state and institutional regulations, which may limit the types and amounts of assistance you are eligible to receive from specific programs, govern us.

There are many student financial aid programs available both within the College and from public and private agencies external to the College. Through a combination of these programs, all students enrolled at the Medical College of Wisconsin will be able to receive the funding they require to pursue their medical education. We encourage any student who has concerns to meet with one of our counselors for advice and assistance.

If your enrollment status changes (you take a leave of absence or withdraw) your financial aid eligibility will be revised based on the college’s refund policy as outlined in the student handbook.

Students who receive Federal Direct Student Loans, Graduate Plus Loans or Perkins Loans must attend an exit interview prior to leaving the Medical College of Wisconsin. Please contact the Financial Aid Office if you have any questions regarding this.

**RENEWING AID**
You must reapply for aid each year. Applications for subsequent years are available beginning in January of each year.

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