

California DREAM Loan Program



Agenda

- Introductions
- Loan Program Overview
- Student Eligibility
- Loan Terms



Loan Program



- California DREAM Loan Program approved under SB1210 on September 28, 2014 by Governor Jerry Brown for students attending UC and CSU systems
- Program funding approved commencing with the 2015-16 academic year

Loan Program Cont.



- Funds will be appropriated in the annual Budget Act each fiscal year
- Campus allocations based on number of eligible students attending
- New program not to replace existing gift aid programs
- Provides students access to additional state aid not previously available to help cover educational costs

Student Eligibility



CA DREAM ACT
Apply by March 2, 2016

[Check out our California Dream Act information & resources.](#)

Announcements:

- To apply for a Cal Grant, the 2016-17 California Dream Act Application is due by Monday, **March 2, 2016**.
- Due to scheduled site maintenance, the on-line California Dream Act Application will be unavailable every Wednesday and Sunday from 11:30 p.m. to 2:30 a.m. (PST). We apologize for any inconvenience this may cause.

New California Dream Act Application
Select this option if you:

- * Have never filed a CA Dream Act Application
- * Want to start a new CA Dream Act Application
- * Are ready to get started

Start Application

Provide a Parent Signature
Select this option if you:

- * Need to request Parent PIN
- * Forgot your Parent PIN
- * Need to sign your child's application

Sign Student Application

California Dream Act Application Login
Select this option if you want to:

- * Continue or renew your CA Dream Act Application
- * Update or correct current CA Dream Act Application
- * View your Student Aid Report (SAR) and more...

Login To Application

The California Student Aid Commission has strict security and confidentiality policies and procedures in place to protect the integrity and confidentiality of student records. The California Student Aid Commission has not now, or in the past, shared any information which would indicate a student's immigration status, either documented or undocumented. The California Student Aid Commission also adheres to the Family Educational Rights and Privacy Act (FERPA) (20 U.S.C. § 1232g; 34 CFR Part 99), a Federal law that protects the privacy of student education records.

Pursuant to section 502 of the California Penal Code and Public Law 99-474, Title 18, United States Code unauthorized access to applicant information will be prosecuted to the fullest extent of the law.

Student Eligibility:

- File Dream Application at www.dream.csac.ca.gov
- Dream Act Aid Eligible
- Ineligible for Federal Student Aid
- Have financial need
- Does not already have aid up to COA

Student Eligibility Cont.

Student Eligibility:

- Enrolled at least half-time
- Maintain satisfactory academic progress
- Not in default on any state student loan, or student loan issued by the CSU or UC System



Loan Terms



Loan Amounts:

- Maximum of \$4,000 annually based on availability of funds and institution
- Aggregate maximum of \$20,000 at any one institution
- No origination or disbursement fees

Loan Terms Cont.

Interest:

- Subsidized student loan
- Fixed Interest Rate
- 2016-17 academic year rate is 3.76%
- Interest rate is determined each July 1st for loan taken that academic year



Loan Terms Cont.



Promissory Note:

- Loan Contract
- Must be signed in order to receive loan funds
- Completed annually
- Legally binding document
- Specifies your rights and responsibilities as a borrower

Loan Terms Cont.

You promise to repay the loan, even if you:

- Don't complete your program of study
- Are unable to locate employment after completing your program
- Are dissatisfied with or don't receive services purchased from the school
- Don't receive payment coupons or notifications from your loan servicer



Loan Terms Cont.



Repayment:

- Six month grace period that begins once a student is no longer enrolled at least half time
- 10-year standard repayment
- No prepayment penalty
- Minimum monthly payment \$50

Loan Terms Cont.



Delinquency, Late Charges and Penalties:

- Failure to make full amount of a scheduled payment when due
- Late Fees \$4
- Lender may withhold institutional services

Loan Terms Cont.



Default:

- Failure to make scheduled repayment for 180 days
- Entire outstanding debt becomes immediately due
- Lender may withhold institutional services
- Debt assigned to collection agency

Loan Terms Cont.



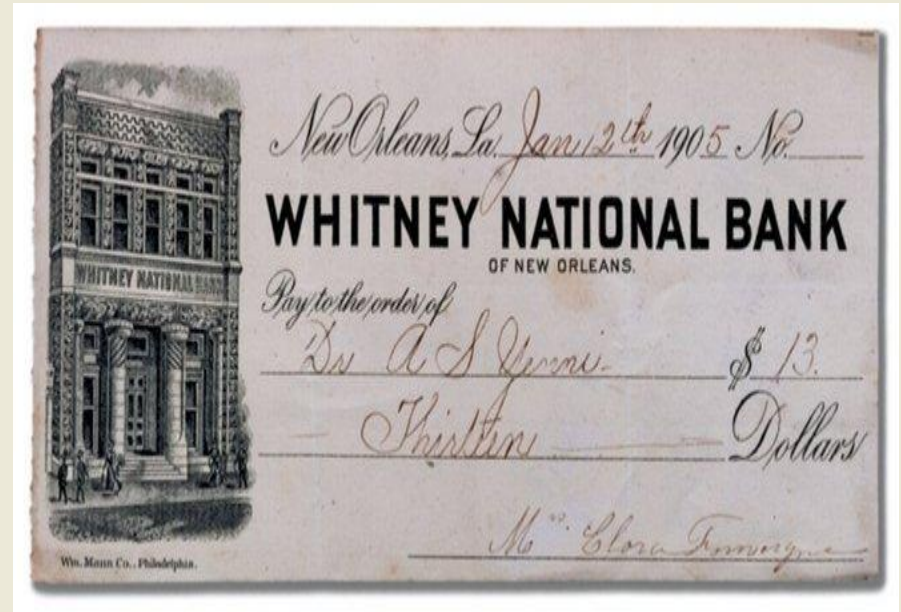
Deferment:

- Postponement of monthly payments
- Interest is subsidized
- Unemployment (maximum 3 years)
- In-School
- Economic Hardship
- Active duty in the U.S. Armed Forces

Loan Terms Cont.

Forbearance:

- Postponement of monthly payments
- Interest accrues
- Financial hardship and not eligible for deferment



Loan Terms Cont.

Loan Cancellation:

- **Disability & Death**
Outstanding balance & interest will be canceled upon receipt of supporting documentation
- **Bankruptcy**
In some cases, loan can be discharged if undue hardship is proven before bankruptcy court.



Loan Terms Cont.

Lender: University of California

- Awards and lends the funds to the student

Servicer: Affiliated Computer Services (ACS)

- Processes billing and payment collection and deferment and forbearance requests



Default Prevention Resources

Campus

UCSC Financial Aid and Scholarship Office
831-459-2963

Student Business Services Office
831-459-2701

Servicer

ACS Inc.
800-826-4470



Questions?



Thank You

