



# PA STUDENT AID **GUIDE** 2020-21

**How to pay for college!**



Pennsylvania Higher Education Assistance Agency

Stay up-to-date  
on everything  
student aid.



/pheaa.aid



/PHEAAaid

## Contact Info

PA State Grant and Special Programs  
& PA State Work-Study  
[granthelp@pheaa.org](mailto:granthelp@pheaa.org) - 800-692-7392  
TTY: Dial 711 (for hearing impaired)

Financial Aid Programs & Related Services  
[PHEAA.org](http://PHEAA.org)

Career & College Planning  
[EducationPlanner.org](http://EducationPlanner.org), [MySmartBorrowing.org](http://MySmartBorrowing.org)

PA Forward Private Student Loans  
[PHEAA.org/PAForward](http://PHEAA.org/PAForward)

At PHEAA, we are passionate about our mission of creating affordable access to higher education. Over the past 50+ years, we have proudly served millions of students and families through our outreach and student aid programs.

Our Student Aid Guide provides a complete overview of the financial aid process with info on most of Pennsylvania's financial aid programs and services. We hope you find it helpful as you navigate how to pay for college!

# Table of Contents

<b>GETTING STARTED</b> .....	<b>6</b>
How Much Will It Cost? .....	6
Financial Aid Timeline .....	8
<b>APPLYING FOR FINANCIAL AID</b> .....	<b>10</b>
4 Types of Financial Aid .....	10
Free Application for Federal Student Aid (FAFSA®) .....	11
PA State Grant Program .....	20
<b>FINANCIAL AID NOTIFICATIONS</b> .....	<b>24</b>
<b>SPECIAL STATE AID PROGRAMS</b> .....	<b>26</b>
Blind or Deaf Beneficiary Grant Program .....	26
Pennsylvania National Guard Educational Assistance Program (EAP) .....	26
Postsecondary Educational Gratuity Program (PEGP) .....	27
Pennsylvania Targeted Industry Program (PA-TIP) .....	27
Partnerships for Access to Higher Education (PATH) Program .....	27
Ready to Succeed Scholarship (RTSS) Program .....	27
<b>NEW SPECIAL STATE AID PROGRAMS</b> .....	<b>28</b>
Fostering Independence Tuition Waiver Program (FosterEd) .....	28
Pennsylvania National Guard Military Family Education Program (MFEP) .....	28
<b>FEDERAL AID PROGRAMS</b> .....	<b>30</b>
Federal Pell Grant .....	30
Federal Supplemental Educational Opportunity Grant (FSEOG) .....	30
Federal Work-Study Program (FWSP) .....	30
Pennsylvania Chafee Education and Training Grant Program (Chafee) .....	31
Teacher Education Assistance for College and Higher Education (TEACH) Grant .....	31
Survivors' and Dependents' Educational Assistance (DEA) Program .....	31
AmeriCorps .....	31
<b>FEDERAL DIRECT LOAN PROGRAM</b> .....	<b>32</b>
Direct Loans for Students .....	32
Direct PLUS Loans for Parents .....	34
<b>PRIVATE STUDENT LOANS</b> .....	<b>36</b>
PA Forward Student Loans .....	37
<b>MYSMARTBORROWING.ORG</b> .....	<b>38</b>
How It Works .....	38
Available Features .....	38
<b>RESOURCES</b> .....	<b>40</b>

# Getting Started

## How Much Will It Cost?

The cost of higher education is more than just tuition and fees. It also includes:

- Room & Board
- Books & Supplies
- Transportation
- Personal Expenses

For the big picture, multiply your Total Student Budget by the number of years you are in school. Now you see why financial aid is so important.

ESTIMATE YOUR COSTS	
Tuition & Fees	\$
Room & Board	\$
Books & Supplies	\$
Transportation	\$
Personal Expenses	\$
Miscellaneous	\$
<b>Total Student Budget</b>	<b>\$</b>

*Remember, this is just for ONE year!*

## COLLEGE NET PRICE

College "Net Price" is the difference between the full cost of college, minus any grants and scholarships which you receive. Net price calculators are available on school's websites and allow you to enter info about yourself to find out what other students like you paid to attend the school in the previous year, after taking grants and scholarship aid into account. Visit [collegecost.ed.gov](http://collegecost.ed.gov) for links to colleges' net price calculators.

1. Click

2. Choose your school

U.S. Department of Education  
Net Price Calculator Center

Search for Schools' Calculator

Begin typing to search for schools

18,692.00

What does Net Price mean?  
Net Price is the amount that a student pays to attend an institution in a single academic year AFTER subtracting scholarships and grants the student receives. Scholarships and grants are forms of financial aid that a student does not have to pay back.

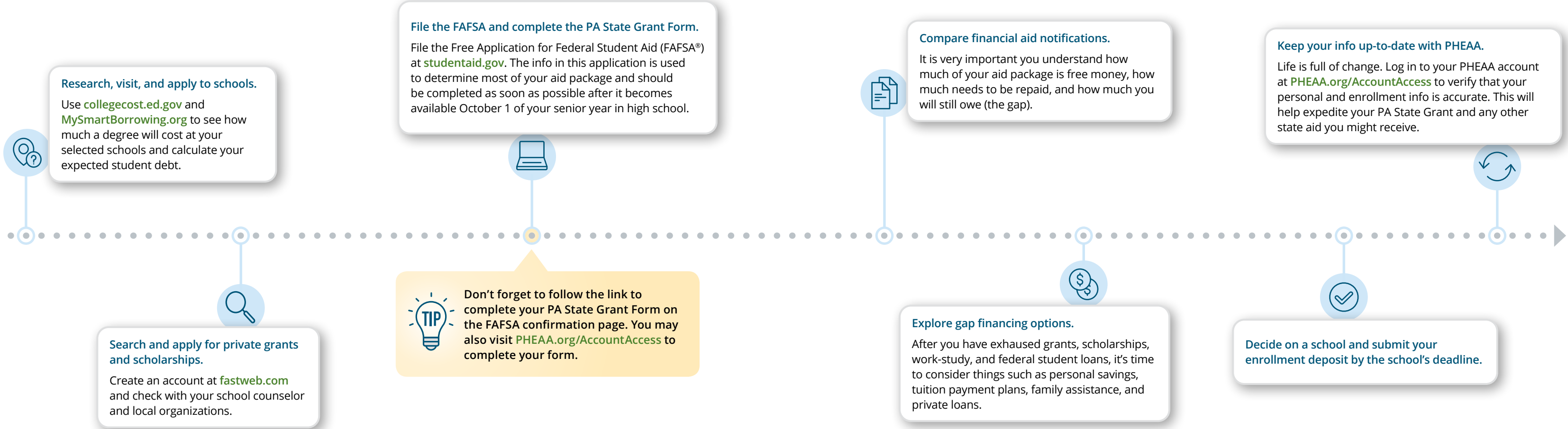
What is a Net Price Calculator?  
Net price calculators are available on a college's or university's website and allow prospective students to enter information about themselves to find out what students like them paid to attend the institution in the previous year, after taking grants and scholarship aid into account.

How do other students describe net price?

## FAFSA4CASTER

Want to estimate your federal student aid? Use the FAFSA4caster at [studentaid.gov/understand-aid/estimate](http://studentaid.gov/understand-aid/estimate). It is a free prediction tool from the U.S. Department of Education that gives families an early estimate of their eligibility for federal student aid. The FAFSA4caster is not an application for aid, but is a planning tool for anyone not yet ready to submit a FAFSA form.

# Financial Aid Timeline



# Applying for Financial Aid

You and your family will want to find out if you qualify for financial assistance. Don't assume that you won't qualify — **nearly two-thirds of students receive some type of financial assistance**. You must apply in order to be considered.

## 4 Types of Financial Aid



### GRANTS

Grant money is typically based on your family's financial situation. They don't need to be repaid, as long as you meet the requirements.



### SCHOLARSHIPS

Scholarship money is typically awarded based on your merit or performance.



### WORK-STUDY

Work-study programs offer career-related work experience, allowing you to earn money while working during school.



### LOANS

Student loans must be repaid! There are various types, and some have better terms than others. It is important that you only borrow what you need.

*Only as needed!*

## Free Application for Federal Student Aid (FAFSA®)

The FAFSA is the **MOST IMPORTANT APPLICATION** to complete for almost all types of financial aid. Many state, local, and private entities use the FAFSA to determine eligibility for grants and scholarships. The FAFSA is available October 1 for the upcoming award year. Since deadlines vary, complete the FAFSA as soon as possible so you don't miss out on financial aid.

If you plan to attend school from	You can submit the FAFSA from	Tax Info
July 1, 2020 – June 30, 2021	October 1, 2019 – June 30, 2021	2018
July 1, 2021 – June 30, 2022	October 1, 2020 – June 30, 2022	2019
July 1, 2022 – June 30, 2023	October 1, 2021 – June 30, 2023	2020

You do not have to pay to fill out the FAFSA. If you are asked for your credit card info while filling out the FAFSA online, then you ARE NOT on the official government site. Remember, the FAFSA site address has ".gov" in it.

[Studentaid.gov](https://studentaid.gov) is a secure website; it is the only secure and encrypted site that the federal government provides for students to file the FAFSA. If you don't have a computer, you may be able to use one at a library, school, or attend a FAFSA event in your community.



**Pay attention to deadlines. File by the earliest federal, state, or school deadline.**

*PHEAA offers FREE FAFSA events!  
Visit [PHEAA.org/FAFSA-Events](https://PHEAA.org/FAFSA-Events) to find one near you.*

## 3 STEPS TO FILE THE FAFSA!

### Step 1 Organize your info

The FAFSA asks for info about you and your financial situation. If you are married, you will need the same info for your spouse. If you are considered a dependent student, you will need your parents' info, too. **Check to see if you are considered a dependent student.**

You will need these items to complete your FAFSA:

- Your Federal Student Aid account username and password (FSA ID) – This may take time to process, so we recommend you create your account several days prior to filing the FAFSA. See step 2 for details about creating an account.
- Your Social Security number
- Your driver's license number, if you have one (optional)
- Your Alien registration number, if you are not a U.S. citizen
- Your W-2 Forms
- Records of untaxed income received, including workers' compensation, child support, payments to tax-deferred pension, savings plans, etc.
- Your federal income tax return 1040 and accompanying schedules
- Your current bank statements and records of stocks, bonds, 529 plans, and other investments
- A personal email address (not a school email address)

#### Will I need to answer questions about my parents on the FAFSA?

Dependent students must provide household parental info on the FAFSA. In general, most students under the age of 24 are considered dependent.

Independent students are NOT required to provide parental info on the FAFSA. If you meet one of the following statuses, you are considered independent:

- 24 years of age or older by December 31 of the award year
- An orphan (both parents deceased), in foster care, or a ward of the court when 13 years or older
- Have legal dependents, other than a spouse
- An emancipated minor or in legal guardianship through the court
- An unaccompanied homeless youth
- A veteran of the U.S. Armed Forces or serving on active duty for other than training purposes
- A graduate or professional student
- Married or separated

### Step 2 Create an account at studentaid.gov

Visit [studentaid.gov](https://studentaid.gov) to create an account. Your account login (also referred to as an FSA ID) is the username and password you create and use to log in to most U.S. Department of Education websites, and serves as your electronic signature.

If you are a dependent student, both you AND one of your parents require an account to electronically sign the FAFSA.

The image shows two screenshots of the studentaid.gov website. The left screenshot is the homepage with a 'Create Account' button highlighted by a green arrow. The right screenshot shows the 'Create an Account (FSA ID)' page, which is Step 1 of 6. It includes a progress bar and a section for 'Account Information' with fields for Username, Email Address, and Term Email Address. A green arrow points from the 'Create Account' button in the first screenshot to the 'Create Account' button in the second screenshot.

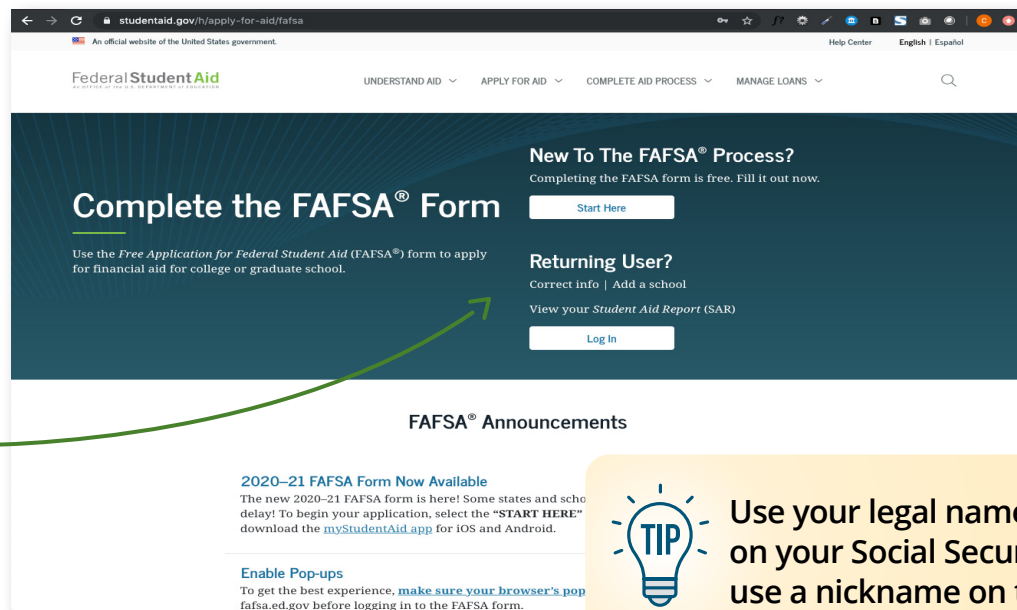
Click "Create Account."



**Provide a personal email address that you check regularly. Avoid using a school email address.**

## Step 3 File at [studentaid.gov/fafsa](https://studentaid.gov/fafsa)

Now that you have organized your info and you created an account, you are ready to file. Visit [studentaid.gov/fafsa](https://studentaid.gov/fafsa) to get started. If you don't have a computer, you may be able to use one at a library, school, or attend a FAFSA event in your community.



Click "Start Here" to begin.



**Use your legal name as it appears on your Social Security card. Do NOT use a nickname on the FAFSA.**



**The FAFSA's built-in "skip logic" may skip certain questions that don't apply to you.**

## FAFSA FAQs

### What if I need to make corrections to the FAFSA?

Visit [studentaid.gov/fafsa](https://studentaid.gov/fafsa) and log into your account to access your FAFSA and submit corrections or changes.

### Should I file the 2021-22 FAFSA or the 2020-21 FAFSA?

If you are applying for financial aid for the 2020-21 Academic Year, you need to file the 2020-21 FAFSA. Check with your school's Financial Aid Office if you need further guidance, especially if you plan to take summer classes.

### What schools should I list when asked, "Where do you want to go to school?"

List any schools you are considering attending for the upcoming school year, listing your top school first. You may list up to 10 possible schools. The results of your FAFSA will be sent to all schools that you list. **Please keep in mind:**

- You can add and delete schools at any time.
- It's important to indicate if you will live on campus, off campus, or with a parent.
- You do not have to have applied or been admitted to a school to add the school to the FAFSA.

### Do I have to register for Selective Service?

All male students who are 18-25 years old are required by federal law to register with the Selective Service. This requirement applies to any person assigned the sex of male at birth. Failure to register by age 26 may result in permanent loss of federal student aid eligibility. If you select "Register Me" when you complete your FAFSA, the Selective Service will register you automatically. You can also register at [sss.gov](https://sss.gov).

### What is the Internal Revenue Service (IRS) Data Retrieval Tool (DRT)?

The IRS DRT allows you to electronically transfer your federal tax return info into your FAFSA. The IRS DRT can be used by both students and parents. For security purposes, info that has been transferred over from the retrieval tool cannot be viewed or changed by the applicant. To learn more about the IRS DRT, visit [studentaid.gov/irsdrft](https://studentaid.gov/irsdrft).



## What assets do I include on the FAFSA?

You may need to provide info about your assets, and if dependant, your parent's assets on the FAFSA. In some cases, the FAFSA will allow you to skip the asset questions. Reported assets are based on net values, as of the date you submit your FAFSA.

### Assets that you may need to report the value of include:

- Cash, checking, and savings accounts
- Investments such as stocks, savings bonds, CDs, and mutual funds
- Coverdell accounts owned by your parents completing the FAFSA or Coverdell accounts that you own
- All 529 plans owned by your parents completing the FAFSA or 529 plans you own
- UGMA and UTMA accounts you own
- Custodial accounts
- Rental properties that you own

### Assets that you DON'T need to report the value of include:

- Your family home, if it is your principal place of residence
- Your family farm, if the farm is your principal place of residence and your family materially participates in the farm's operation
- Your family business, if your family owns and controls more than 50 percent of a small business that has 100 or fewer full-time or full-time equivalent employees
- Life insurance policy
- 401k, 403b, non-education IRAs, Keogh, pension plans, and qualified retirement plans

## My parents are divorced or separated. What info should I provide on the FAFSA?

You should provide info for the parent you lived with the most over the past 12 months. Include info about any stepparent in that same household. If you lived with both parents an equal amount of time, provide info for the parent who provided you with the most financial support over the past 12 months.

## What if I have special financial circumstances?

Sometimes, the info on the FAFSA doesn't represent your financial situation. If you and your family have an unusual financial situation, please contact the Financial Aid Office at the schools you are considering attending. The following examples are situations that a Financial Aid Office may be able to consider, in addition to your FAFSA info:

- Recent unemployment or loss of income
- High medical expenses not covered by insurance
- Divorce or separation
- Death or disability of a parent or spouse
- Unusual circumstances

You may also go to [PHEAA.org/StateGrant](https://pheaa.org/StateGrant) for guidance about how to report this info to PHEAA with regard to PA State Grant eligibility or contact PHEAA at 1-800-692-7392.

## What tax info should be used for the FAFSA?

If you plan to attend school from	You can submit the FAFSA from	Tax Info
July 1, 2020 – June 30, 2021	October 1, 2019 – June 30, 2021	2018
July 1, 2021 – June 30, 2022	October 1, 2020 – June 30, 2022	2019
July 1, 2022 – June 30, 2023	October 1, 2021 – June 30, 2023	2020

## How do you calculate financial need?

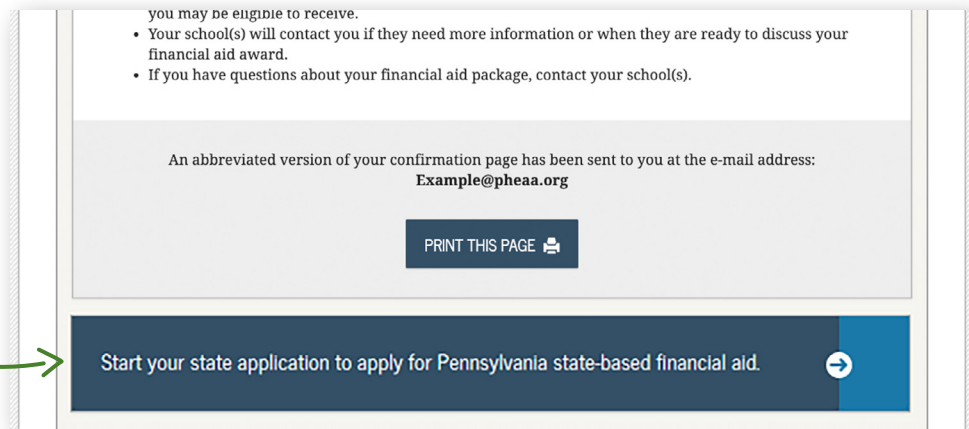
Once you complete the FAFSA, the Financial Aid Office at each school you have been accepted to will provide a financial aid package that will outline your financial aid eligibility. These packages are simply a list of the amounts and types of aid that you may receive from various financial aid programs.

Cost of Attendance (COA) – Your Expected Family Contribution (EFC) = Your Financial Need

## AFTER FILING FAFSA

After filing, you will receive an instant confirmation page. You will see a link, highlighted below, for the PA State Grant Form. Additional info can be found in the next section.

*STOP! The quickest way to apply for a PA State Grant is from the confirmation page.*



If you provided an email address on your FAFSA, you will be notified by email when your FAFSA has been received and processed by the U.S. Department of Education. If you didn't provide an email, you will receive correspondence by regular mail. If you have questions about the processing of your FAFSA, you can contact 1-800-4-FED-AID (1-800-433-3243) for further info.

PHEAA and each of the schools that you listed on your FAFSA will receive a copy of the info you provided, including the Expected Family Contribution (EFC) that appears on the confirmation page of your FAFSA. The EFC is calculated by a federal formula based on the income and asset info that you provided. If you were offered admission to a school and you included that school on your FAFSA, you will receive a financial aid notification from their Financial Aid Office. This notification will list the amounts and types of aid you may receive. In May, PHEAA provides notification of your eligibility for the PA State Grant Program.

## Notes:

---



---



---



---



---



---



---



---



---



---

# PA State Grant Program

The PA State Grant Program has awarded nearly \$11.7 billion to PA residents since 1965. PA State Grants are available to eligible Pennsylvania residents who are in need of financial assistance for undergraduate study at a PHEAA-approved postsecondary school.

Award amounts are subject to state funding and are based on your school costs and financial need. Grants are available for full-time or half-time enrollment. You must complete the FAFSA and enroll in an approved program of study that is at least 2 academic years in length. Additional requirements, including info about student requirements such as academic progress, can be found at [PHEAA.org/StateGrant](https://PHEAA.org/StateGrant).

## PA STATE GRANT DEADLINES

### First-time Applicants

- **May 1** — If you plan to enroll in a degree program or a college transferable program at a 2-year college or other college or university (excludes community colleges and designated Pennsylvania Open-Admission institutions), you must submit the FAFSA and the PA State Grant Form.
- **August 1** — If you plan to enroll in a community college; a designated Pennsylvania Open-Admission institution; a Business, Trade, or Technical (BTT) school; a Hospital School of Nursing; or a 2-year program that is not transferable to another institution; you must submit the FAFSA and the PA State Grant Form.

### Renewal applicants

- **May 1** — You must submit a renewal FAFSA and any appropriate PA State Grant documents indicating any changes that may affect your PA State Grant award, such as a change in your marital status or a change in your income.

### Summer-term applicants

- **August 15** — You must submit the online Summer PA State Grant application. If it is not already on file, you must also submit the FAFSA and, if required, the PA State Grant Form.

Note: If you miss the PA State Grant deadline for the academic year, apply anyway. Late applications (for terms other than summer) may qualify if funding permits.

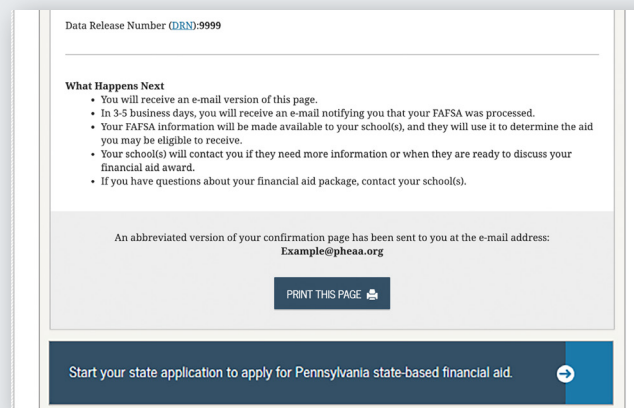
## HOW TO APPLY

In addition to completing the FAFSA, you will also need to complete the PA State Grant Form to be eligible for a PA State Grant. There are two ways to complete your PA State Grant Form:

### Option 1 (Best)

Apply directly from the FAFSA confirmation page.

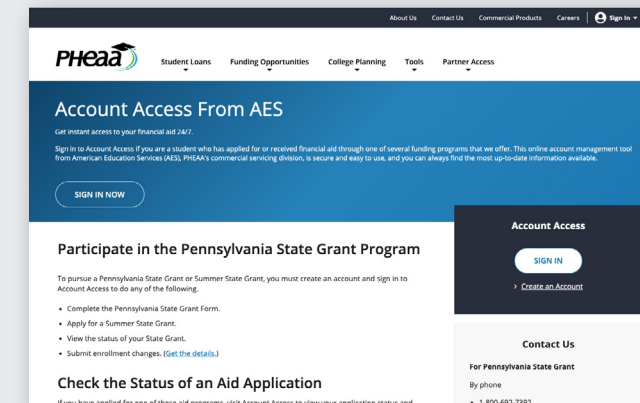
Click “Start your state application,” and follow the link to complete the PA State Grant Form.



### Option 2

Apply by visiting [PHEAA.org/AccountAccess](https://PHEAA.org/AccountAccess).

You will need to wait approximately 3-4 days after your FAFSA is submitted, and then click on “Create an Account” or “Sign In.”



*Typically, only first-time applicants need to complete the PA State Grant Form.*

## PA STATE GRANT FAQs

### What are the chances I will qualify for a PA State Grant?

#### Percentage of Applicants Receiving 2019-20 PA State Grant Awards and Award Ranges\*

2020-21** Average Tuition & Fees	Parents' Annual Income as Reported on the FAFSA				
	Under \$25,000	\$25,000 – \$49,999	\$50,000 – \$74,999	\$75,000 – \$99,999	\$100,000 – \$124,999
4-Year Private Colleges - \$43,532	99% \$500-\$4,123	99% \$500-\$4,123	94% \$500-\$4,123	66% \$500-\$4,123	25% \$500-\$4,123
PA State System Schools - \$11,500	99% \$500-\$3,509	98% \$500-\$3,509	92% \$500-\$3,509	45% \$500-\$3,509	16% \$500-\$3,509
PA State-Related Schools - \$19,687	99% \$500-\$3,772	97% \$500-\$3,772	90% \$500-\$3,772	40% \$500-\$3,772	14% \$500-\$3,772
2-Year Private Colleges - \$17,579	99% \$500-\$3,772	98% \$500-\$3,772	85% \$500-\$3,772	33% \$500-\$3,772	4% \$500-\$3,772
PA Community Colleges - \$5,266	99% \$500-\$2,193	92% \$500-\$2,193	64% \$500-\$2,193	12% \$500-\$2,193	3% \$500-\$2,193
Nursing Schools - \$12,679	99% \$500-\$3,772	99% \$500-\$3,772	89% \$500-\$3,772	28% \$500-\$3,772	4% \$500-\$3,772
Business, Trade, or Technical Schools - \$15,801	99% \$500-\$3,772	85% \$500-\$3,772	47% \$500-\$3,772	18% \$500-\$3,772	5% \$500-\$3,772

\* Data from 2019-20 PA State Grant Statistics, created March 6, 2020.

\*\* Projected average enrollment-weighted Tuition and Fees for 2020-21.

Note: These estimates are only applicable for students enrolled in at least 50 percent classroom-based course work. Eligibility determinations may differ. Visit [PHEAA.org/StateGrant](https://pheaa.org/StateGrant) for the most up-to-date info on the PA State Grant Program.

### Do I have to be a PA resident to get a PA State Grant?

Yes, you must be a Pennsylvania resident, as outlined in the Pennsylvania State Grant law.

If you are 18 years of age or older—You must be a Pennsylvania resident for at least the 12 consecutive months before you file the FAFSA, excluding any time you are enrolled in a Pennsylvania postsecondary school, if you came into or remained in Pennsylvania for the purpose of attending a school or college.

If you are under 18 years of age—You must have a supporting parent or guardian who has been a Pennsylvania resident for at least the 12 consecutive months before you filed the FAFSA.

### Must I include my stepparent's info on the application?

Yes, even if your stepparent does not financially contribute to your education. If the birth or adoptive parent whose info is included on the FAFSA has remarried, you must report both that parent's and stepparent's income and assets.

### Can I use a PA State Grant at a school located in another state?

Only schools located in reciprocal states are approved for participation in the PA State Grant Program.

A reciprocal state is one that permits its own state grant funds to be used by students attending schools in Pennsylvania. States that continue to support students attending schools in Pennsylvania include Delaware, District of Columbia, Massachusetts, Ohio, Vermont, and West Virginia. Students attending institutions in all other states are ineligible.

### What is Account Access?

Account Access is PHEAA's online student portal that provides info in a single, secure site. With Account Access, you can apply for state aid, check the status of an aid application, update school choice and enrollment status, and review or update your personal info.

### Who is American Education Services (AES)?

PHEAA conducts its student loan servicing operations commercially as AES. AES created Account Access to provide a way for borrowers to manage their loans online. PHEAA uses this secure service from AES to support students who participate in some of the aid programs which PHEAA administers.

# Financial Aid Notifications

After filing the FAFSA and being accepted, you will receive a financial aid notification that outlines the cost of the school and the financial aid package you will receive. Schools format their notifications differently, but they contain the same overall info:

- **Cost of Attendance** - This includes tuition and fees, room and board, books, supplies, travel, and personal expenses. If some of these are not listed on your notification, check the school's website or contact their Financial Aid Office.
- **Gift Aid** - This includes all of the FREE sources of financial aid that the school is offering you and that you will receive from federal, state, and other sources. Be sure to include any private scholarships not listed.
- **Self-Help Aid** - This includes loans and work-study. Self-help Aid is different from gift aid in that you must repay the funds, or work to earn the funds.

Then do the math. "WHAT YOU STILL NEED" is the amount of money you are still responsible for after all aid has been applied. This is typically covered by family assistance, savings, private loans, or by considering a less expensive school.

School A

Cost of Attendance	
Tuition & Fees	
Room & Board	
Books & Supplies	
Travel & Personal Expenses	
<b>Total</b>	+

-

Gift Aid (FREE Money)	
PA State Grant	
Pell Grant	
FSEOG Grant	
Other Grants & Scholarships	
<b>Total</b>	+

=

## WHAT YOU WILL BE PAYING

This is what you can consider the actual cost for one year of college.

-

Self-Help	
Direct Loans	
Other Loans	
Work-Study	+
<b>Total</b>	+

=

## WHAT YOU STILL NEED

This is for one year. You will likely need this each year.

*Paid directly to the student and earned according to hours worked.  
Not Guaranteed!*

School B

Cost of Attendance	
Tuition & Fees	
Room & Board	
Books & Supplies	
Travel & Personal Expenses	
<b>Total</b>	+

-

Gift Aid (FREE Money)	
PA State Grant	
Pell Grant	
FSEOG Grant	
Other Grants & Scholarships	
<b>Total</b>	+

=

## WHAT YOU WILL BE PAYING

This is what you can consider the actual cost for one year of college.

-

Self-Help	
Direct Loans	
Other Loans	
Work-Study	+
<b>Total</b>	+

=

## WHAT YOU STILL NEED

This is for one year. You will likely need this each year.

# Special State Aid Programs

Some of these programs require financial need. Eligibility criteria can be found under Funding Opportunities at [PHEAA.org](https://pheaa.org).

General eligibility requirements for all programs:

- Be a PA resident
- Be a graduate of an approved high school, the recipient of a GED, or have completed an approved home school program
- Attend an eligible postsecondary school
- Not be in default on a federal student loan
- File a FAFSA and apply for a PA State Grant\*
- Meet a minimum enrollment status
- Maintain satisfactory academic progress

Program	Program Info	How to Apply
<b>Blind or Deaf Beneficiary Grant Program</b>	PA residents who are blind, deaf, or have a visual or hearing impairment may apply for funds to help with the cost of postsecondary education, provided they are enrolled at least half time and maintain satisfactory academic progress (as defined by the school). The maximum award is \$500.	Visit <a href="https://pheaa.org/BlindDeaf">PHEAA.org/BlindDeaf</a> for an application.  Contact PHEAA at 1-800-692-7392 or email <a href="mailto:bdbg@pheaa.org">bdbg@pheaa.org</a> for more info.
<b>Pennsylvania National Guard Educational Assistance Program (EAP)</b>	In cooperation with the PA Department of Military and Veterans Affairs (DMVA), PHEAA jointly administers EAP for members of the PA National Guard. This program provides financial assistance for students who enter into a service commitment with the PA National Guard, typically for a period of 6 years.	Active members from the PA National Guard may obtain an application from their individual unit of assignment, from their local National Guard Recruiting Office, or by calling the PA National Guard at 1-800-GO-GUARD.  To view the status of your EAP application, sign into Account Access at <a href="https://pheaa.org/AccountAccess">PHEAA.org/AccountAccess</a> .

\* PA-TIP does not require that you apply for a PA State Grant.

Program	Program Info	How to Apply
<b>Postsecondary Educational Gratuity Program (PEGP)</b>	This program assists birth or adoptive children of PA police officers, firefighters, rescue and ambulance squad members, corrections employees, and National Guard members who died in the line of duty since January 1, 1976. The program also includes the birth and adoptive children of sheriffs, deputy sheriffs, National Guard members, or other individuals who were on federal or state active military duty and died after September 11, 2001, as a direct result of performing their official duties.  For full-time students, this program covers all institutional charges for tuition, fees, room, and board not covered by other grants, scholarships, or "gift aid" at a PA community college, state-owned, or state-related postsecondary institution.	Provide a completed application—downloadable at <a href="https://pheaa.org/PEGP">PHEAA.org/PEGP</a> . You will need to include a certified copy of your birth certificate or adoption record, and a copy of your admission letter from an eligible school.  Contact PHEAA at 1-800-692-7392 or email <a href="mailto:pegp@pheaa.org">pegp@pheaa.org</a> for more info.
<b>Pennsylvania Targeted Industry Program (PA-TIP)</b>	This program, administered by PHEAA, provides awards to students enrolled in short-term programs in the following career areas: Energy, Health, Advanced Materials and Diversified Manufacturing, and Agriculture and Food Production.  PA-TIP provides awards up to the equivalent of the maximum PA State Grant award or 75 percent of the allowable program cost, whichever is less, per award year for students with an EFC of 12000 or less. Awards can be used to cover tuition, fees, books, supplies, and specific living expenses.	Download an application at <a href="https://pheaa.org/PA-TIP">PHEAA.org/PA-TIP</a> .  Contact PHEAA at 1-800-692-7392 or <a href="mailto:patip@pheaa.org">patip@pheaa.org</a> for more info.  PA-TIP does not require you to apply for a PA State Grant.
<b>Partnerships for Access to Higher Education (PATH) Program</b>	The PATH Program partners with nonprofit organizations and provides scholarships to eligible students. These scholarships have the potential to be matched by PHEAA on a dollar-for-dollar basis, up to an annual maximum amount of \$2,500. To be eligible to receive a PATH grant, you must first be awarded a scholarship or grant by a participating PATH Partner and receive a PA State Grant. A list of participating PATH Partners is available at <a href="https://pheaa.org">PHEAA.org</a> .	To apply, contact a participating PATH organization in your area.  Visit <a href="https://pheaa.org/PATH">PHEAA.org/PATH</a> or email <a href="mailto:path@pheaa.org">path@pheaa.org</a> for more info.
<b>Ready to Succeed Scholarship (RTSS) Program</b>	This program is administered by PHEAA in close cooperation with the Pennsylvania Department of Education (PDE). Scholarships are awarded to high-achieving students whose annual family income does not exceed \$110,000. These awards may help to reduce educational borrowing. Scholarships will be awarded to eligible students who are entering their sophomore, junior, or senior year in college and maintain a 3.25 GPA or higher.	There is no separate student application for RTSS, but you must have a completed FAFSA and PA State Grant Form on file. Participating postsecondary schools nominate students based upon the RTSS eligibility criteria.  Visit <a href="https://pheaa.org/RTSS">PHEAA.org/RTSS</a> for more info.



# New Special State Aid Programs

The following two programs are new for the 2020-21 Academic Year. Some of these programs require financial need. Eligibility criteria can be found under Funding Opportunities at [PHEAA.org](http://PHEAA.org).

General eligibility requirements for all programs:

- Be a PA resident
- Be a graduate of an approved high school, the recipient of a GED, or have completed an approved home school program
- Attend an eligible postsecondary school
- Not be in default on a federal student loan
- File a FAFSA and apply for a PA State Grant
- Meet a minimum enrollment status
- Maintain satisfactory academic progress

Program	Program Info	How to Apply
<b>Fostering Independence Tuition Waiver Program (FosterEd)</b>	The Fostering Independence Tuition Waiver Program provides youth who are or were in foster care a waiver for tuition and mandatory fees charged by most PA postsecondary institutions. Visit <a href="http://PHEAA.org/FosterEd">PHEAA.org/FosterEd</a> for more info.	To qualify, you must file the current year's FAFSA, enroll in a PA postsecondary institution approved by the U.S. Department of Education for Title IV funding, and apply for and be eligible for the Chafee Education and Training Grant (Chafee).
<b>Pennsylvania National Guard Military Family Education Program (MFEP)</b>	Together with the Pennsylvania Department of Military and Veterans Affairs, PHEAA administers this tuition assistance program for dependents (spouses and children) of PA Guard Members who enter into an additional 6-year service commitment with the Pennsylvania National Guard. Visit <a href="http://PHEAA.org/MFEP">PHEAA.org/MFEP</a> for more info.	The Military Family Education Program began accepting member enrollment in the fall of 2019 for family members to use the benefit during the 2020-21 Academic Year. If you are a spouse or child of a PA National Guard member that has re-enlisted in an additional 6-year contract, please have the Service Member contact their unit for more information.

## Notes:

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

# Federal Aid Programs

The federal government offers several financial aid programs for students and families. You may qualify for these programs by completing the FAFSA; additional applications may be required based on the program. Refer to [studentaid.gov](http://studentaid.gov) for further info on each program.

Program	Program Info
Federal Pell Grant	<ul style="list-style-type: none"> <li>Students with considerable financial need qualify for Pell Grants; eligibility is determined by your Expected Family Contribution (EFC).</li> <li>All other need-based financial assistance will be awarded after your Pell Grant has been determined.</li> <li>The federal government may revise the amount available for the Pell Grant each year.</li> </ul>
Federal Supplemental Educational Opportunity Grant (FSEOG)	<ul style="list-style-type: none"> <li>Priority is given to undergraduate students who receive Pell Grants.</li> <li>Award amounts depend on the funding available at each school and the school's policy for awarding aid.</li> </ul>
Federal Work-Study Program (FWSP)	<ul style="list-style-type: none"> <li>The FWSP provides job opportunities for financially needy students.</li> <li>Generally, participants work 10-20 hours per week during the academic year, and up to 40 hours per week during the summer.</li> <li>The hourly rate is at least the federal or state minimum wage, whichever is greater, and may be higher depending on the required job skills.</li> <li>Colleges try to arrange for jobs that correspond to your academic or career interests.</li> <li>Award amounts are dependent upon the funds available at the school and its policy for awarding aid.</li> </ul>

Program	Program Info
Pennsylvania Chafee Education and Training Grant Program (Chafee)	<ul style="list-style-type: none"> <li>The Chafee Program provides grants to PA undergraduate students who are aging out of foster care and are attending a postsecondary institution. No award may exceed your cost of attendance minus other financial aid you are receiving. Awards are contingent upon federal funding and may not be guaranteed. <b>In addition to filing the FAFSA, students also need to complete an additional application specific to Chafee.</b></li> <li>Review eligibility requirements and download the application at <a href="http://PHEAA.org/Chafee">PHEAA.org/Chafee</a>.</li> <li>Email <a href="mailto:paetg@pheaa.org">paetg@pheaa.org</a> for more info.</li> </ul>
Teacher Education Assistance for College and Higher Education (TEACH) Grant	<ul style="list-style-type: none"> <li>The TEACH Program provides grants to students who plan to begin a career in teaching. In exchange, you must teach full time as a highly-qualified teacher at an eligible low-income school or educational service agency in a high-need field for at least 4 academic years within 8 calendar years from the date you graduate from or otherwise leave the program of study for which you received your TEACH Grant. If you fail to complete this service, the TEACH Grant will convert to a Direct Unsubsidized Loan that must be repaid. Interest will be charged from the date the TEACH Grant was disbursed.</li> <li>Not all schools participate.</li> </ul>
Survivors' and Dependents' Educational Assistance (DEA) Program	<ul style="list-style-type: none"> <li>The DEA Program provides benefits to students who have a parent who has a permanent disability or died as a result of service in the U.S. Armed Forces. If your parent or guardian was a member of the U.S. Armed Forces and died as a result of service performed in Iraq or Afghanistan after September 11, 2001, you may be eligible to receive the Iraq-Afghanistan Service Grant. Contact your local Veterans Service Division of the Veterans Administration Office for more info.</li> <li>The Office of Vocational Rehabilitation (OVR) provides student aid for students with physical and mental disabilities. Federal and state governments work in partnership to fund the Vocational Rehabilitation Program. OVR applicants participate in a comprehensive assessment, which may include evaluations or testing, gathering of medical and educational records, etc. to determine eligibility. Contact your local OVR for more info.</li> </ul>
AmeriCorps	<ul style="list-style-type: none"> <li>AmeriCorps offers public service positions where servicemembers learn valuable work skills, earn money for education, and develop an appreciation for citizenship.</li> <li>After successful completion, members are eligible to receive an education award. The education award may be used to pay educational costs, as well as repayment towards qualified student loans.</li> <li>Review specific eligibility requirements at <a href="http://nationalservice.gov">nationalservice.gov</a>.</li> </ul>





# Federal Direct Loan Program

Federal Direct student loans are available to help students and families pay for higher education. If you need to borrow to help pay for your education, you will want to understand the loans available to you and how you will later repay those loans.

The federal government offers loans to students and parents to help with higher education expenses. These loans have fixed interest rates and flexible repayment options. To apply for a loan, you must complete the FAFSA and a Master Promissory Note (MPN), and meet all other eligibility criteria. Visit [studentaid.gov](http://studentaid.gov) for more info about the eligibility requirements and current interest rates.

## Direct Loans for Students

Undergraduate, graduate, and professional degree students may be eligible to borrow Direct Subsidized or Unsubsidized Loans. Student borrowers will need to begin repayment after you leave school or drop to less than half-time status. Typically, most borrowers are eligible for a grace period of 6 months before they are required to begin repayment of their Direct Loans.

### DIRECT SUBSIDIZED LOANS

On a subsidized loan, the federal government pays the interest while you are in school and during a 6-month grace period. To qualify, you have to apply for financial aid and show financial need.

### DIRECT UNSUBSIDIZED LOANS

On an unsubsidized loan, the federal government doesn't pay the interest for you while you are in school or during your grace period. The interest will be charged to you and you can choose to pay it or let it accrue (add up) and then begin payment on it when you begin full repayment of your loan. An unsubsidized loan costs more to borrow than a subsidized loan. Students often borrow a combination of both subsidized and unsubsidized loans.

## HOW MUCH CAN I BORROW?

### Federal Student Loan Limits

Dependent Undergraduates (Does not include students whose parents are unable to borrow under the PLUS Program.)	Annual Loan Limits
First year	\$5,500 of which no more than \$3,500 may be subsidized
Second year	\$6,500 of which no more than \$4,500 may be subsidized
Third year and beyond	\$7,500 of which no more than \$5,500 may be subsidized
Independent Undergraduates (And dependent students whose parents are unable to borrow under the PLUS Program.)	Annual Loan Limits
First year	\$9,500 of which no more than \$3,500 may be subsidized
Second year	\$10,500 of which no more than \$4,500 may be subsidized
Third year and beyond	\$12,500 of which no more than \$5,500 may be subsidized
<b>Graduate/Professional students</b>	\$20,500 all of which is unsubsidized

### Aggregate Federal Student Loan Limits

Dependent undergraduates	\$31,000 of which no more than \$23,000 may be subsidized
Independent undergraduates (And dependent students whose parents are unable to borrow under the PLUS Program.)	\$57,500 of which no more than \$23,000 may be subsidized
Graduate/Professional students	\$138,500 of which no more than \$65,500 may be subsidized*

\* Graduate/Professional students are no longer able to receive subsidized loans.

- Certain health profession students may qualify for higher limits.
- Undergraduate annual loan limits are subject to prorating if your program of study or final period of enrollment is less than an academic year in length.
- Undergraduate students who do not meet the financial need requirements to receive a Direct Subsidized Loan or have reached the aggregate limit in subsidized loans may receive up to this entire annual or aggregate amount in Direct Unsubsidized Loans, assuming you have remaining eligibility for the loan.

## Direct PLUS Loans for Parents

Parents of dependent undergraduate students can borrow a PLUS Loan to help pay for their child's education. The PLUS Loan has a fixed interest rate and allows parents to borrow up to the remaining cost of attendance (cost of attendance minus any financial aid) determined by the school. Financial need is not required to borrow a PLUS Loan.

A borrower must not have an adverse credit history since part of the application process includes a credit check. If a parent borrower has an adverse credit history, the parent can still borrow a PLUS Loan if they have an endorser (co-signer) or the student could qualify to borrow the higher loan amounts available to independent students through the Unsubsidized Direct Loan Program due to the denial of a PLUS Loan to the parent.

Who can borrow a Parent PLUS Loan?	
Biological or Adoptive Parent	Yes
Stepparent	Yes, but only for as long as the stepparent is married to the student's biological parent
Grandparents, Aunts, Uncles, or Other Relatives	No, unless they have legally adopted the student
Legal Guardians or Foster Parents	No

### HOW TO APPLY

1. Complete a FAFSA.
2. Complete a Master Promissory Note (MPN) online by signing in at [studentaid.gov](https://studentaid.gov).

### Notes:

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

---

# Private Student Loans

Many lenders offer loans outside of the federal loan program called “alternative” or “private” student loans. These loans allow you to borrow money to cover the gap between the cost of your education and the amount of financial aid you receive. PHEAA’s new PA Forward Student Loan Program is one example, and provides an excellent opportunity to cover that gap.

If you are considering using a private student loan to help cover educational expenses, consider the following checklist as you research various loan products and lenders:

- |                                                                                                              |                                                                                                            |
|--------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------|
| <input type="checkbox"/> Have you explored all financial aid options with the school you plan to attend?     | <input type="checkbox"/> Is there a minimum or maximum amount which can be borrowed each year or in total? |
| <input type="checkbox"/> Have you calculated how much total loan debt you are realistically able to take on? | <input type="checkbox"/> What repayment options are available?                                             |
| <input type="checkbox"/> What fees are assessed, and when?                                                   | <input type="checkbox"/> Is there a provision for deferring payments while the student is in school?       |
| <input type="checkbox"/> Is the interest rate fixed or variable?                                             | <input type="checkbox"/> Are there any penalties for early repayment or prepayment?                        |
| <input type="checkbox"/> Is a co-signer required? If yes:                                                    | <input type="checkbox"/> Can the loan be forgiven? If yes, how?                                            |
| <input type="checkbox"/> Who is eligible to be a co-signer?                                                  | <input type="checkbox"/> What are the consequences of non-payment for the borrower and the co-signer?      |
| <input type="checkbox"/> Is there a co-signer release option, and what are the terms?                        |                                                                                                            |



**Remember...** Borrow only what you need and exhaust other FREE or subsidized types of aid before considering private loans. Because student loans must be paid back, we always encourage students and families to borrow only what is needed to cover costs.

## PA Forward Student Loans

The PA Forward Student Loan Program is a suite of financial aid products designed specifically for PA students and families. When you have exhausted all of your FREE and subsidized money options, this program can help you cover the gap between the cost of your education and the amount of other financial aid you receive.

### UNDERGRADUATE & GRADUATE LOANS

These loans are for students enrolled or who plan to be enrolled at least half time in a Title IV approved degree, certificate, or diploma program, or those seeking an advanced degree.

#### Loan Highlights

- Low-cost, fixed interest rates
- Zero fees
- Borrow up to 100% certified cost of attendance including tuition, fees, room, board, books, etc. (aggregate loan limits apply)
- Low minimum loan amount: \$1,500
- 0.50% rate reduction for graduating
- 0.25% rate reduction for *Direct Debit*
- No pre-payment penalty
- Multiple repayment plans
- Co-signer release option

### PARENT LOANS

These loans are for parents or guardians of dependent undergraduate students enrolled at least half time in a Title IV degree, certificate, or diploma-granting program.

#### Loan Highlights

- Low-cost, fixed interest rates
- Zero fees
- Borrow up to 100% certified cost of attendance including tuition, fees, room, board, books, etc. (aggregate loan limits apply)
- Low minimum loan amount: \$1,500
- 0.25% rate reduction for *Direct Debit*
- No pre-payment penalty
- Multiple repayment plans

### REFINANCE LOANS

Designed as a debt management tool for student loan borrowers who are in repayment and want assistance with managing their student debt, allowing all qualified student loans to be combined into one loan with one monthly payment.

#### Loan Highlights

- Low-cost, fixed interest rates
- Zero origination & application fees
- Borrow up to \$300,000
- Low minimum loan amount: \$5,000
- 0.25% rate reduction for *Direct Debit*
- No pre-payment penalty
- Multiple repayment terms
- Co-signer release option

Worth checking out!

Learn more by visiting [PHEAA.org/PAForward](https://PHEAA.org/PAForward) or call 1-844-PA-FORWD

# MySmartBorrowing.org

At [MySmartBorrowing.org](http://MySmartBorrowing.org), PHEAA's FREE, interactive tool, you can learn to make SMART decisions about your career choice and paying for higher education.

## How It Works

Our tool provides projections based on YOUR CHOICES to see if you are a SMART borrower.

- **Select a CAREER...** See how much you could make your first year out of school.
- **Select a COLLEGE...** See the average cost to attend the school of your choice.
- **Add in your SAVINGS...** See how savings can reduce the amount you borrow in student loans.
- **Get your RESULTS...** See how much you may need to borrow, an estimated monthly payment, and if you are a SMART borrower.

## Available Features

This tool has key features to help you make SMART decisions when planning for college.

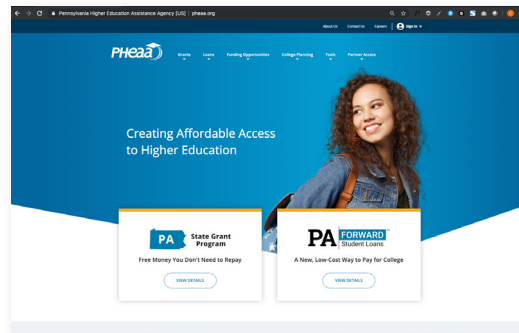
- **Compare MULTIPLE SCENARIOS...** Not sure of a career or college? Compare up to four combinations to see which one makes the most financial sense.
- **View your RESULTS ON THE GO...** Visiting a college? View that school's breakdown from your mobile device while on campus.
- **View your BUDGET...** Is your loan payment affordable? See how it fits into your potential real-world budget.

*A FREE tool for calculating an affordable future!*

The screenshot shows the MySmartBorrowing.org mobile app interface. At the top, the logo and tagline "A free tool for calculating an affordable future" are visible. Below the header, there are three scenario cards, each with a "TRASH" and "COPY" icon. Scenario 1 (highlighted in blue) shows: Electricians (Starting Salary: \$45,760), Lincoln Technical Institute-Al... (2 YEAR, Net College Cost: \$37,902), Family Contribution: -\$5,000, Borrowed Amount: \$32,902, and Under Limit: \$12,858. Scenario 2 (highlighted in blue) shows: Computer Programmers (Starting Salary: \$65,820), Pittsburg State University (4 YEAR, Net College Cost: \$55,364), Family Contribution: -\$5,000, Borrowed Amount: \$50,364, and Under Limit: \$15,456. Scenario 3 shows: Accountants and Auditors (Starting Salary: \$54,350), Bloomsburg University of Pe... (4 YEAR, Net College Cost: \$66,004), Family Contribution: -\$15,000, Borrowed Amount: \$51,004, and Under Limit: \$3,346. At the bottom, the text "Where are we getting our numbers?" is displayed.

Where are we getting our numbers?

# Resources



## PHEAA.org

Get info on the PA State Grant Program and other state-administered financial aid programs.



## EducationPlanner.org

Provides practical and easy-to-understand advice helping you prepare for college and your career.



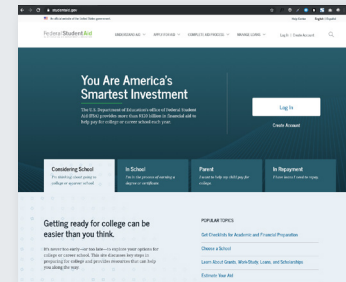
## MySmartBorrowing.org

An interactive tool that helps you calculate and compare the cost of your college choices.



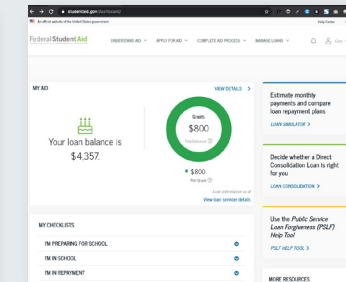
## PHEAA.org/order-online

Order FREE printed resources covering every aspect of paying for college and preparing for your future.



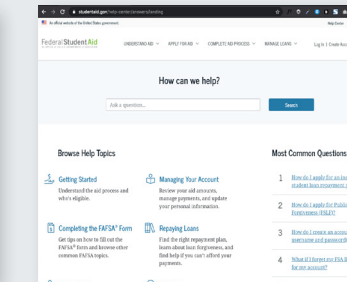
## studentaid.gov\*

The U.S. Dept. of Education's official site. Get info on preparing for and funding your education.



## studentaid.gov/aid-summary\*

A central database containing info about your federal loans and grants.



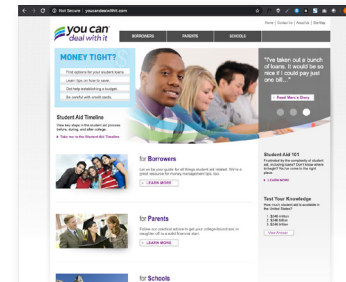
## FSA Help Center\*

Located on [studentaid.gov](https://studentaid.gov), this is an excellent resource for questions regarding federal aid.



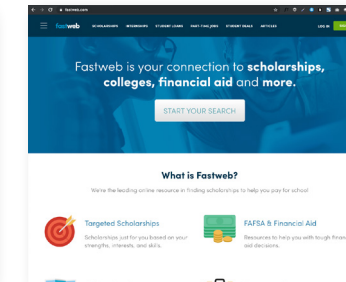
## FSA on Facebook\*

Visit Federal Student Aid's official Facebook page for the latest federal student aid news.



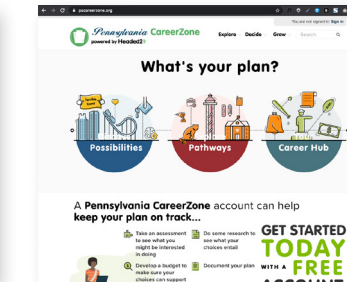
## YouCanDealWithIt.com

Learn to manage money, student loans, a budget, and credit cards.



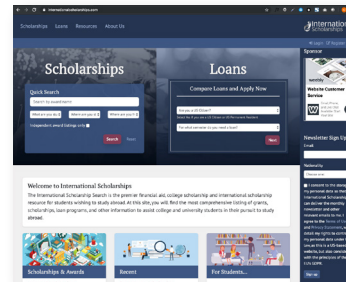
## fastweb.com\*

A FREE search tool for scholarships, internships, and part-time jobs.



## pacareerzone.com\*

Explore, plan, and choose careers that match your interests.



## InternationalScholarships.com\*

Info on financial aid, college scholarships, and international scholarships.

\* Resources not published by PHEAA do not reflect the views or positions of PHEAA, its employees, or affiliates. Use of or reference to resources does not constitute an endorsement by PHEAA. PHEAA does not control or approve content published by outside resources.

Notes:

---

---

---

---

---

---

---

---

---

---

Stay up-to-date on everything student aid.



/pheaa.aid



/PHEAAaid



## Board of Directors

**Representative Michael Peifer**  
Chairman, Greentown

**Senator Wayne D. Fontana**  
Vice Chairman, Pittsburgh

**Senator Ryan Aument**  
Landisville

**Senator John P. Blake**  
Lackawanna

**Representative Mike Carroll**  
Avoca

**Representative Angel Cruz**  
Philadelphia

**Representative Sheryl M. Delozier**  
Cumberland

**Senator Arthur Haywood**  
Philadelphia

**Senator Vincent J. Hughes**  
Philadelphia

**Representative Anita Kulik**  
Allegheny

**Representative Steven C. Mentzer**  
Lancaster

**Senator Kristin Phillips-Hill**  
York

**Honorable Roy Reinard**  
New Hope

**Representative James R. Roebuck, Jr.**  
Philadelphia

**Senator Mario M. Scavello**  
Monroe/Northampton

**Representative Curtis G. Sonney**  
Erie

**Chancellor Timothy R. Thyreen**  
Waynesburg

**Robin L. Wiessmann, Executive Director & CEO**  
PA Housing Finance Agency

**Secretary Pedro A. Rivera**  
Dept. of Education

---

**Senate Republican Appointee**  
Vacant



Created in 1963 by the Pennsylvania General Assembly, the Pennsylvania Higher Education Assistance Agency (PHEAA) has evolved into one of the nation's leading student aid organizations. Today PHEAA is a national provider of student financial services, serving millions of students and thousands of schools through its loan guaranty, loan servicing, financial aid processing, outreach, and other student aid programs.

PHEAA's earnings are used to support its public service mission and to pay its operating costs, including administration of the Pennsylvania State Grant and other state-funded student aid programs. As the only major federal loan servicer with a nonprofit public service mission, PHEAA devotes its energy and resources to help ease the financial burden of higher education for its primary stakeholders – Pennsylvania students and families.

PHEAA conducts its student loan servicing operations nationally as FedLoan Servicing and American Education Services (AES). PHEAA operates its digital technology division as Avereo. For more information, visit [PHEAA.org](https://www.pheaa.org).



## Creating affordable access to higher education.

These materials have been developed and paid for by the Pennsylvania Higher Education Assistance Agency (PHEAA). The information contained in this document is believed to be accurate at the time of printing.

RG-SGPPE 050520