

Sections 682.401, 682.603 and 685.301 – Maximum Length of a loan period

The proposed changes would eliminate the maximum 12-month loan period for annual loan limits in the FFEL Program thus allowing institutions to certify a single loan for student in shorter non-term or nonstandard term programs or when the loan period is longer than 12 months. As a result, these changes will decrease burden for schools and lenders.

of borrowers in the FFEL Program in 2007-2008:

Loan Type	# of loans
Subsidized	5,913,000
Unsubsidized	4,786,000
PLUS	<u>797,000</u>
Total	11,496,000
% of affected loans	<u>.10</u>
# of affected loans	1,149,600

Total amount of time to certify and disburse loan	<u>X</u> .5 hours (30 minutes)
Total decrease in burden	574,800

Affected Entities:

reduction	# of affected loans	X	time to certify & disburse by affected entity	=	Total burden
INSTITUTIONS:	574,800		.5		287,400
LENDERS:	<u>574,800</u>		.5		<u>287,400</u>
	1,149,600				

574,800

Respondents, Responses and Burden Hours:

# of Respondents	# of Responses	# Hrs/Response	=	#Hrs Burden
8,767	1,149,600	.5	=	574,800