



2013 -2014 Federal Direct Parent PLUS Loan Information

- The Federal Direct Parent PLUS Loan is a loan in the parent's name. The parent is the borrower.
- A net loan fee of 4.288% (first disbursed between 12/01/2013-09/30/2014) or 4.292% (first disbursed on or after 10/01/2014) will be deducted from each loan disbursement.
- Federal Direct Parent PLUS loans have a fixed interest rate of 6.41% (first disbursed between 07/01/13-06/30/2014) or 7.21% (first disbursed 07/01/14-06/30/2014). There is no grace period; interest accrues on any disbursed amounts from the date the disbursement is issued.
- Loan repayment begins within 60 days after the final disbursement of the loan. Parents have the option of deferring repayment until the student ceases to be enrolled at least half-time.
- More information about Federal Direct PLUS Loans, including eligibility criteria and repayment options, can be found at: <http://www.studentloans.gov/>. It is recommended that this information be reviewed before applying.

PRIOR to submitting the Federal Direct Parent PLUS Loan Addendum (page 2 of this form), the following prerequisites MUST be satisfied:

- The student on whose behalf the PLUS Loan is borrowed must be admitted to FAU as an undergraduate degree seeking student. The student must meet all general aid eligibility criteria (including the Satisfactory Academic Progress Policy) and be enrolled in 6 or more credits for the semester for which the Parent PLUS Loan is intended. See the Policies/Rules and Regulations section of the FAU Office of Student Financial Aid web site for detail of this criteria.
- FAU must receive an electronic transmission of a valid (non-rejected) Student Aid Report from the U.S. Department of Education for the student on whose behalf the PLUS Loan is borrowed. This report is generated after the student has filed a 2013-2014 Free Application for Federal Student Aid (FAFSA) at www.fafsa.gov. To be eligible for a Parent PLUS Loan, the student must be classified as a dependent student by the U.S. Department of Education.
- FAU must receive and process all documents required for the student to be eligible for federal student aid (including all required verification documents). Instructions on how to review the status of all required documents can be found on the [Student Requirements](#) link on the Office of Student Financial Aid home page (www.fau.edu/finaid).
- The U.S. Department of Education must have a valid Direct Parent PLUS Loan Master Promissory Note on file for the parent requesting the loan. Parents may satisfy this requirement on line through the Direct Loan web site: www.studentloans.gov.
- FAU must receive notification (from the U.S. Department of Education) that the parent has been approved for the Direct Parent PLUS Loan. Parents can apply for the Direct Parent PLUS Loan approval at www.studentloans.gov. When the parent requests a Direct Parent PLUS Loan approval, the U.S. Department of Education performs a credit check on the parent applicant. As the outcome of the credit check is valid for a period of only 90 days, FAU recommends that parents apply for a Direct Parent PLUS Loan approval no earlier than 60 days prior to the start of the enrollment period for which the loan is intended and the student is eligible.

AFTER submitting the Federal Direct Parent PLUS Loan Addendum (page 2 of this form):

- FAU will review the date of parent's Federal Direct Parent PLUS Loan credit approval. If it is determined that first disbursement of the PLUS loan will not be made within 90 days of the current approval, the parent will be advised to reapply for credit approval with the U.S. Department of Education prior to any additional processing.
- If the approval is determined to be valid, FAU will transmit a Federal Direct Parent PLUS Loan origination to the U.S. Department of Education in the amount requested by the parent or the student's maximum eligibility (defined as the student's cost of attendance less all other assistance), whichever is lower.
- Assuming the parent has a Direct Parent PLUS Loan approval and Master Promissory Note are on file with the U.S. Department of Education, PLUS Loan funds will disburse approximately the third week of the term and applied to the student's FAU balance. Any PLUS Loan funds which exceed the student's FAU balance will be mailed to either the parent borrower or the student as specified by the parent in the application process.

As the outcome of the Direct Parent PLUS Loan credit check is valid for a period of only 90 days, FAU recommends that parents apply for a Direct Parent PLUS Loan credit approval no earlier than 60 days prior to the start of the enrollment period for which the loan is intended and the student is eligible



2013 -2014 Federal Direct Parent PLUS Loan Addendum

<u>Boca Campus</u> 777 Glades Road Building SU 80, Room 233 Boca Raton, FL 33431-0991 Tel: (561) 297-3530	<u>Davie Campus</u> 2912 College Avenue Building #49 Davie, FL 33314 Tel: (954) 236-1229	<u>Jupiter Campus</u> Honors College 5353 Parkside Drive Jupiter, FL 33458 Tel: (561) 799-8697
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IMPORTANT NOTE ON DIRECT PARENT PLUS LOAN CREDIT CHECKS

When the parent requests a Direct Parent PLUS Loan approval, the U.S. Department of Education performs a credit check on the parent applicant. As the outcome of the credit check is valid for a period of only 90 days, FAU recommends that parents apply for Direct Parent PLUS Loan approval no earlier than 60 days prior to the start of the enrollment period for which the loan is intended and the student is eligible.

- The Federal Direct Parent PLUS Loan is a loan taken out by the parent of a dependent undergraduate student. As such, the loan represents a financial obligation in the parent’s name.
- By submitting this form, the parent borrower indicated confirms the Direct Parent PLUS Loan prerequisites listed on the previous page of this form are satisfied. The parent also confirms they have a valid Direct Parent PLUS Loan approval and Master Promissory Note on file with the U.S. Department of Education.
- Please review the other page of this form for more details regarding the Federal Direct PLUS Loan process.

STUDENT INFORMATION

_____	_____	_____
Student Name	Student Z Number	FAU Email Address

PARENT BORROWER INFORMATION

Parent’s Name (Last, First, M.I.) – Please Print	_____	XXX-XX-_____ Parent Last 4 digits Social Security Number
Mailing Address	_____	Parent Date of Birth (MM/DD/YYYY)
City, State ZIP	_____	Parent Email Address
Relationship to student (check one):		
<input type="checkbox"/> Parent	<input type="checkbox"/> Step-Parent	<input type="checkbox"/> Other (specify) _____

LOAN REQUEST DETAIL - Enter the amount you want to borrow and for which loan period

Requested Parent PLUS loan amount (do not leave blank):	\$ _____		
Loan period (CHECK ONE ONLY):			
<input type="checkbox"/> Fall 2013 only	<input type="checkbox"/> Fall 2013 thru Spring 2014 (half of request allocated to each term)	<input type="checkbox"/> Spring 2014 only	<input type="checkbox"/> Summer 2014 only

By signing below, I, the parent borrower, am requesting a Federal Direct Parent PLUS Loan. I understand this is a loan in my name and I will be responsible for the loan’s repayment. I confirm the Direct Parent PLUS Loan prerequisites listed on the previous page of this form are satisfied. I confirm I have a valid credit approval and Direct Parent PLUS Loan Master Promissory Note on file with the U.S. Department of Education. I authorize the U.S. Department of Education to reconfirm my eligibility by obtaining an updated consumer credit report (or requiring me to reapply for the loan) if the first disbursement of this loan request is not made within 90 days of the current credit approval I have on file.

Parent Borrower Signature	Date
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