



Federal Parent PLUS Loan Application Information Sheet 2011 - 2012

The Federal Parent PLUS Loan is available to the parent(s) of a dependent student who does not meet the requirements for the traditional need-based programs. There are no income restrictions that affect the eligibility for this loan. However, the parent borrower must pass a credit check. The maximum amount of the loan is the cost of attendance minus any financial assistance awarded. The accompanying application must be completed by you and a parent and returned to the Office of Student Financial Aid. Please note that the student must have a completed 2011 / 2012 Free Application for Federal Student Aid (FAFSA) on file prior to the processing of this application.

Eligibility

- 1) Borrower must be a biological or adoptive parent of the student.
 - 2) Student must be a dependent who is enrolled at least six hours in a degree seeking program at UAB.
 - 3) Both the borrower and the student must be U.S. Citizens or eligible non-citizens.
 - 4) The borrowing parent and the student must not be in default on any federal education loans or owe an overpayment on a federal education grant, and must meet other general eligibility requirements for the Federal Student Aid program.
 - 5) Student must be in compliance with the University of Alabama at Birmingham's Satisfactory Academic Progress Policy (SAP), as defined below.
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Satisfactory Academic Progress Policy

In order to receive financial aid students must be in compliance with the Satisfactory Academic Progress Policy (SAP). Students must achieve and maintain a 2.0 GPA and have passed 67% of attempted hours and cannot receive aid after they have attempted 180 cumulative attempted hours (270 if working on a postbaccalaureate). Any student placed under an academic hold will not be eligible to receive federal financial aid. Please refer to our web site at www.uab.edu/financialaid, and click on "Complete the UAB Forms" link to find the full SAP policy.

Interest Rates and Fees

Federal Direct PLUS Loans have a fixed interest rate of 7.9%. Interest begins to accrue on the date of full disbursement. A 4% origination fee is charged at disbursement. There is additionally an up-front 1.5% rebate fee that is credited back to the disbursement and retained by the borrower if the first 12 monthly payments are made on time.

Repayment

Repayment of the Federal Direct Parent PLUS Loan begins 60 days after the final loan disbursement, unless the parent borrower is eligible for a deferment. For information about repayment terms / rates, deferment, and other terms of the PLUS Loan, contact:

Borrower Services
Direct Loan Servicing Center
1.800.848.0979
www.dl.ed.gov

Application Process

- 1) Complete the accompanying UAB Federal Direct Parent PLUS Loan application.
- 2) Application must be signed by both the student and parent borrower.
- 3) Return the completed application to UAB Office of Student Financial Aid:
- 4) Please note that this form can be completed electronically, but must be printed and signed before submitting it to Student Financial Aid.
- 6) Additionally please be advised, that this loan must be reapplied for each year.

HUC 317 1530 3rd Avenue South Birmingham, AL 35294-1150 OR Fax: 205.934.8941
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Privacy Act Disclosure Notice

The Privacy Act of 1974 (5 U.S.C.552a) requires that the following notice be provided to you. The authority for collecting the information requested on this form is §451 *et seq.* of the Higher Education Act of 1965, as amended. Your disclosure of this information is voluntary. However, if you do not provide this information, you cannot be considered for a Direct PLUS Loan. The information on this form will be used to determine your eligibility for a Direct PLUS Loan. The information in your file may be disclosed to third parties as authorized under routine uses in the Privacy Act notices called "Title IV Program Files" (originally published on April 12, 1994, *Federal Register*, Vol. 59 p. 17351) and "National Student Loan Data System" (originally published on December 20, 1994, *Federal Register*, Vol. 59 p. 65532). Thus, this information may be disclosed to federal and state agencies, private parties such as relatives, present and former employers and creditors, and contractors of the Department of Education for purposes of administration of the student financial assistance program, for enforcement purposes, for litigation where such disclosures is compatible with the purposes for which the records were collected, for use by federal, state, local, or foreign agencies in connection with employment matters or the issuance of a license, grant or other benefit, for use in any employee grievance or discipline proceeding in which the Federal Government is a party, for use in connection with audits or other investigations, for research purposes of determining whether particular records are required to be disclosed under the Freedom of Information Act, and to a Member of Congress in response to an inquiry from the congressional office made at your written request. Because we request your social security number (SSN), we must inform you that we collect your SSN on a voluntary basis, but section 484(a)(4) of the HEA (20 U.S.C. 1091(a)(4) provides that, in order to receive any grant, loan, or work assistance under Title IV or the HEA, a student must provide his or her SSN. Your SSN is used to verify your identity, and as an account number (identifier) throughout the life of your loan(s) so that data may be recorded accurately.

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Students Data

- 1) Student's Name: _____
- 2) Social Security Number: _____ 3) Student ID: **B** _____
- 4) Telephone Number: (Home) _____

Dependent Students whose parent(s) do not qualify for a PLUS Loan may be eligible for additional unsubsidized student loans. If this PLUS Loan is not approved and you would like for us to process additional unsubsidized student loan funds, please sign below:

5) I request additional unsubsidized student loan funds in the amount of: Maximum or \$ _____

Borrower's Data - ONE (1) PARENT ONLY

- 6) Borrower's Name: _____
LAST FIRST MI
- 7) Borrower's Relationship to Student: Mother Father
- 8) Permanent Address: _____
City: _____ State: _____ Zip: _____
- 9) Social Security Number: _____ 10) Date of Birth: _____
- 11) Parent's E-mail Address: _____
- 12) Telephone Number: (Home) _____ (Work) _____
- 13) Drivers License Number: _____ State Issued By: _____
- 14) Requested Loan Amount \$ _____ Fall / Spring 2011-2012 Fall 2011 Spring 2012 Summer 2012
- 15) Are you currently in default on a federal education loan or owe a refund on any federal student grants? Yes No
- 16) Are you a U.S. Citizen? Yes No 17) Are you a Permanent Resident or other Eligible Non-Citizen? Yes No
- 18) Alien Registration Number: _____

Consent to obtain credit report

I consent to the U.S. Department of Education and its agents obtaining a report of my credit record and using the information from the report in determining whether to make a Direct PLUS Loan to me. I understand that I will be notified in writing of the results of the credit check with respect to my loan application.

Borrower Signature: _____ Date: _____

Student Signature: _____ Date: _____