



2009-2010
Financial Aid Department
570 Golden Eagle Avenue
Quincy, CA 95971
FEDERAL DIRECT PARENT PLUS LOAN
REQUEST FORM

Student Information:

Last Name First Middle
Student ID _____ Date of Birth ____--____--____

Parent Information:

Last Name First Middle
Social Security # ____--____--____ Date of Birth ____--____--____

Permanent Address _____

City _____ State _____ Zip Code _____

Home Phone (____) ____--____ Cell Phone (____) ____--____

Driver's License Number _____ State _____

Citizenship Status (please check one):

I am a U.S. Citizen Eligible non-citizen – Alien Registration # _____

Are you currently in default on a federal education loan, or do you owe a repayment on a federal student grant?

Yes No

For which semesters would you like to apply for your loan?

Fall & Spring 2009/2010 Fall 2009 Only Spring 2010 Only

Loan Amount Requested \$ _____

Please check one of the boxes below:

- I hereby authorize Feather River College to prepare a check for any excess funds from my Federal Direct Parent PLUS Loan made payable to the student for whom this loan was granted.
- I request that Feather River College prepares a check for any excess funds from my Federal Direct PLUS Loan made payable to me.

All of the information on this form is true and complete to the best of my knowledge. By signing this document, I consent to the U.S. Department of Education and its agents to perform a credit check and use the information to determine whether I am eligible for the Federal Direct PLUS.

Parent's Signature _____ **Date** _____



2009-2010
Financial Aid Department
570 Golden Eagle Avenue
Quincy, CA 95971
FEDERAL DIRECT PARENT PLUS LOAN
INFORMATION GUIDE

WHAT IS THE FEDERAL DIRECT PARENT PLUS LOAN?

- Federal Direct Parent PLUS Loans are available to parents of dependent students who are attending at least half-time (6 units). Parents who meet the Direct PLUS Loan credit check may borrow up to the total annual cost of attendance less any other aid or scholarships received by the student.
- Only a parent of a student may borrow through this federal loan program. A “parent” is defined as the biological parent (custodial or non-custodial) or stepparent for the purposes of borrowing a Federal Direct PLUS Loan. A “parent” is not defined as a legal guardian, grandparent or another relative.

WHAT ARE THE FEES AND INTEREST RATE FOR THIS LOAN?

- The Parent PLUS Loan has a loan origination fee of 4%. The Department of Education assumes an upfront repayment rebate of 1.5%. Therefore, 97.5% of the gross loan will actually disburse to the student account.
- The interest rate is currently set at a fixed rate of 7.9%.

HOW DO I APPLY FOR A PARENT PLUS LOAN?

- After the student and parent have completed the FAFSA the parent can apply for a PLUS loan by completing the Federal Direct Parent PLUS Loan Request Form. This form can be downloaded at www.frc.edu/financialaid/forms.
- The completed Direct PLUS Loan Application should be submitted to FRC’s Financial Aid Office. The information will be forwarded electronically to the Direct Loan Servicer for the approval process which includes passing a credit check.
- The individual parent applying for the loan will need to complete a Master Promissory Note (MPN) online at www.dlnote.ed.gov. The MPN can be completed before the loan is approved. A Department of Education PIN is needed for this process. PINs can be applied for or duplicates requested at the official PIN website, www.pin.ed.gov.

WHAT ARE MY OPTIONS IF I AM DENIED A PARENT PLUS LOAN?

- If a PLUS Loan application is denied there are a few options available:
 - The parent may contact the Direct Loan Servicer at (800) 848-0979 and either:
 - o Request a review of credit check due to inaccurate information on the credit report.
 - o Explain extenuating circumstances affecting the credit report.
 - o Obtain an endorser. The endorser must pass a credit check.

OR

- The student may qualify for additional unsubsidized Federal Direct Stafford Loan. The student will need to contact the Feather River College Financial Aid Office to apply for this additional loan.

WHEN WILL MY REPAYMENT BEGIN?

- Repayment begins 60 days after the final disbursement. Parents may choose to defer payments until six months after the date the student for whom the loan is borrowed ceases to carry at least half-time enrollment (6 units). The parent must request this deferment by contacting the Direct Loan Servicer at (800)848-0979.

HOW WILL MY PARENT PLUS LOAN BE DISBURSED?

- The Parent PLUS Loan will be disbursed in two equal installments, usually at the beginning of each semester. Funds will disburse to the student’s billing account. Any PLUS funds remaining after tuition, fees, etc. are paid will be given to the student or parent depending on whom you have specified on your Federal Direct Parent PLUS Loan Request Form.