ALAMO COLLEGES DISTRICT

Federal Direct Parent Loan for Undergraduate Students (PLUS)

Student Full Name _____   Banner ID _____

ACES E-mail _____   Home College _____

Federal Direct PLUS loans are for parents of undergraduate students who wish to help pay educational expenses for their dependent child.

OVERVIEW:
- The U.S. Department of Education is the *lender*.
- The borrower must not have an *adverse credit history*.
- Loans have a *fixed interest rate* of 7.54%.
- The *maximum loan amount* is the student's Cost of Attendance (determined by the school) minus any other financial aid received.
- Borrower must be a parent (biological, adoptive, or in some cases stepparent) of a dependent student enrolled at least half-time.
- Student must meet the general requirements for Federal Student Aid.

REQUIRED:
All parent borrowers are required to complete a **Master Promissory Note (MPN)** for their Direct PLUS loan. MPNs may be completed by going to studentaid.gov. The MPN process must be completed before the loan can be originated and funded.

Adverse Credit History:
A credit check will be performed during the application process. For options available to those with adverse credit history, please see https://studentaid.gov/articles/plus-loans-denied-adverse-credit/.
If a parent borrower is unable to secure a Direct PLUS loan, the undergraduate dependent student may be eligible for additional unsubsidized loans to help pay for their education.

CREDIT BALANCE OPTION
The Direct PLUS Loan will first be applied to the student's school account to pay for allowable charges. Any loan amount that remains after these charges have been paid is called a credit balance. You may choose to have the school pay the credit balance directly to you or to the student.

If there is a credit balance after your Direct PLUS Loan has been applied to the student's school account, to whom do you want the school to pay the credit balance?

Me, the Parent   The Student

PARENT INFORMATION (All fields must be completed)

Last Name _____   First Name _____

Parent's Full Address _____

Parent's Citizenship Status _____   Date of Birth _____

SSN _____   Phone Number _____   Amount Requested $_____

Parent Signature _____   Date _____