

## Federal Direct Parent PLUS Loan Information

### COMPLETE AND SUBMIT THE FOLLOWING ITEMS

#### A. Free Application for Federal Student Aid (FAFSA)

All students whose parents wish to borrow a Federal Direct PLUS Loan through Ohio State University must first complete the Free Application for Federal Student Aid. Students who meet all eligibility criteria are notified via email when their financial aid awards are determined. Students can view their awards as well as the calculated maximum PLUS Loan eligibility via the Financial Aid section of the Student Center. The FAFSA can be completed online at <http://www.fafsa.ed.gov/>.

#### B. Application for Federal Direct Parent Loan for Undergraduate Students (Parent PLUS)

All borrowers must submit this form to the Office of Student Financial Aid each time they borrow a Parent PLUS loan. Only the borrower's information can be accepted on this form and on the promissory note. A natural or adoptive parent can borrow a PLUS on behalf of the student. A step-parent can serve as the borrower only if her or her information was included on the FAFSA. Providing any other person's information and/or use of any PIN (as the electronic signature) other than the borrower's, will not be acceptable.

- See page 2 of these instructions for information on how to determine the amount to borrow.
- Please provide a copy of the parent's driver's license (and Social Security card if your Social Security number does not appear on the driver's license) to confirm borrower information and to avoid processing delays.

#### C. Federal Direct Parent PLUS Loan Master Promissory Note (EMPN)

Only complete this online form if the parent is borrowing through the Parent PLUS program for the FIRST TIME for this student or if a financial endorser was required previously. Please note that any previous borrowers who received their first Parent PLUS loan during the 2003 -2004 academic year and have not borrowed since may be required to complete a new Parent PLUS EMPN. A parent who wants to borrow Parent PLUS loans for more than one dependent student must complete a separate Parent PLUS EMPN for each student. In addition, if each parent wants to borrow Parent PLUS loans for the same student, they must individually complete a separate application and EMPN. You will see an option on this site to complete an Application for PLUS; however, Ohio State does not process PLUS applications from this site. You must complete the paper application included here.

### INFORMATION ABOUT THE PARENT PLUS LOAN

#### Parent PLUS Loan Program Description

The Federal Direct Parent PLUS is a non-need based loan program administered by The Ohio State University. For a more detailed explanation from the Department of Education, refer to [Direct Loan Basics for Parents](http://www.ed.gov/offices/OSFAP/DirectLoan/pubs/studentpubs.html), which is available online at [www.ed.gov/offices/OSFAP/DirectLoan/pubs/studentpubs.html](http://www.ed.gov/offices/OSFAP/DirectLoan/pubs/studentpubs.html).

#### Eligibility Criteria

##### Parent and student must be:

- U.S. citizens or eligible non-citizens
- Not in default on a prior educational loan

##### Parent:

- Borrows on behalf of dependent student
- Must meet federally-defined creditworthiness standards

##### Student:

- Must be enrolled at least half-time in degree-granting program
- Must be making Satisfactory Academic Progress

#### Credit Review Process

The information supplied on the Parent PLUS application will be electronically transmitted to the U.S. Department of Education and its servicers and/or agents. The parent borrower's credit history will be reviewed. An applicant cannot be 90 days or more delinquent on the repayment of any debt, the subject of a default determination, bankruptcy discharge, foreclosure, repossession, tax lien, wage garnishment, or write-off of a Title IV debt during the last 5 years.

For questions concerning the status of a credit check, contact Direct Loan Services at 1-800-557-7394.

#### Maximum Eligibility Calculation

The cost of attendance minus all other aid (see information on next page). Your student is notified whenever there are changes to his/her awards. It is your student's responsibility to communicate with you any changes which may affect the Parent PLUS award.

#### Fees

A 4% origination is deducted from each disbursement before crediting to the student's account.

#### Interest Rate

The interest rate is in the 7.9% to 8.4% range. Current information is available at [www.ed.gov/offices/OSFAP/DirectLoan/calc.html](http://www.ed.gov/offices/OSFAP/DirectLoan/calc.html).

#### Repayment Terms

Repayment begins within 60 days of the last disbursement of the loan. The average repayment period is 10-30 years.

#### Deferment Options

For Parent PLUS loans that are first disbursed on or after July 1, 2008, you have the option of deferring repayment while your student is enrolled on at least a half-time basis, and during the 6-month period after your student ceases to be enrolled on at least a half-time basis. Interest continues to accrue during the deferment period.



## Federal Direct Parent PLUS Loan Information

### DETERMINING HOW MUCH PARENT PLUS LOAN TO BORROW

The annual amount of Parent PLUS loan you may borrow is limited to your student's cost of attendance minus all other financial aid received:

**Cost of Attendance**

(see amounts below or use budget amounts in the student award guide at <http://sfa.osu.edu/awardguide/index.asp?tab=e#pagecontent>)

\$ \_\_\_\_\_

**Total of Other Financial Aid**

(grants, loans, scholarships, work study)

If your student is receiving any additional assistance (outside scholarships, tuition plans, etc.), then these amounts should be added to this total.

- (minus) \$ \_\_\_\_\_

**Maximum Amount You May Borrow**

=(equals) \$ \_\_\_\_\_

Displayed with your student's financial aid package online will be the maximum amount allowable to borrow as of the date the offer was made. The maximum can change depending on changes to the student's budget or other aid awarded. We encourage you to discuss with your student the financial aid package, the student's anticipated costs, and the financial resources your family may be able to contribute toward those costs. You may find that you will not need to borrow in the PLUS program at all or may need to borrow far less than your maximum eligibility. Please be aware that any loans awarded to your student have better interest rates and repayment terms than the PLUS. Student loan eligibility is part of the financial aid offer.

*Please note: Tuition charges are billed by the university. If the student is living in university housing, room and board are also billable charges. The tables below are based on current tuition charges for main campus. The amounts may change based on actual 2011-2012 tuition rates. Please contact the Student Service Center to determine if eligibility for increased funding is available. For estimated costs for a regional campus, please contact that campus.*

	OHIO RESIDENTS (2011-2012 estimates)	NON-OHIO RESIDENTS (2011-2012 estimates)
Tuition & Fees	\$9,711	\$24,759
Room & Board	\$10,782	\$10,782
Books & Supplies	\$1,602	\$1,602
Indirect Costs	\$4,752	\$4,752
Out-of-State Travel	-	\$1,080
<b>TOTAL COST OF ATTENDANCE</b>	<b>\$26,847</b>	<b>\$42,975</b>

**NOTE:** Books, supplies, out-of-state travel, and indirect costs are not billed through the university. These amounts will vary based upon programs of enrollment and student expenses.



# Application for Federal Direct Parent Loan for Undergraduate Students (Parent PLUS)

STUDENT NAME: \_\_\_\_\_

OSU ID#: \_\_\_\_\_

## INTRODUCTION

### Eligibility Restricted to DEPENDENT Students Only

In order to receive a Federal Parent PLUS, the parent must not be in default on a prior education loan and pass a mandatory credit check performed by the Direct Loan Servicing Center. For further information about Parent PLUS, refer to our website at <http://sfa.osu.edu/loans/index.asp?tab=f>.

The information below pertains to the parent who will be the borrower of the loan. A natural or adoptive parent can borrow a PLUS on behalf of the student. A step-parent can serve as the borrower only if his or her information was included on the FAFSA. The borrower **must** complete the promissory note with his/her information and **sign the note with his/her uniquely assigned PIN (this is the same PIN you used to sign the FAFSA)**. Only the borrower's information can be accepted on this form and on the promissory note. Providing any other person's information and/or use of any PIN (as the electronic signature) other than the borrower's, will not be acceptable. **Please provide a copy of your driver's license (and Social Security card if your Social Security number does not appear on the driver's license) to confirm borrower information and to avoid processing delays.**

## PARENT BORROWER INFORMATION

Parent Borrower Full Name \_\_\_\_\_  
Last First MI

Parent Relationship to Student: \_\_\_\_\_ Father \_\_\_\_\_ Mother \_\_\_\_\_ Step-Father \_\_\_\_\_ Step-Mother

Parent Borrower Social Security Number \_\_\_\_\_

Parent Borrower Driver's License State and Number \_\_\_\_\_  
State Number

Parent Borrower Birth Date \_\_\_\_\_ Parent Borrower Phone Number \_\_\_\_\_ Parent Borrower E-Mail Address \_\_\_\_\_  
Month Day Year (Area Code) Number

Parent Borrower U.S. Citizenship Status (check the one box that applies):

- A.  U.S. citizen or national B.  Permanent resident or other eligible alien C.  Neither A. nor B.

Alien Registration Number \_\_\_\_\_ Issue Date \_\_\_\_\_

Parent Borrower Home Address \_\_\_\_\_  
Street City State Zip

## LOAN PERIOD INFORMATION

Academic Year (Please check only one):  
\_\_\_\_\_ 2011-2012

**Academic Terms:** The financial aid year begins with summer and ends with spring. All loans will be evenly disbursed across the terms requested, and the student must be enrolled for at least 6 credit hours for each term applicable to the award. Please indicate all terms for which you want the loan to apply.

\_\_\_\_\_ Summer \_\_\_\_\_ Autumn \_\_\_\_\_ Winter \_\_\_\_\_ Spring

## LOAN AMOUNT INFORMATION

TOTAL amount you wish to borrow: \$ \_\_\_\_\_  
(including prior requests for this academic year)

Check ONE option below in the event your Parent PLUS is denied due to the results of the credit check:

- \_\_\_\_\_ Use an endorser (credit-worthy co-signer)  
\_\_\_\_\_ Take no further action  
\_\_\_\_\_ Allow the student to be considered for the Additional Federal Direct Unsubsidized Stafford Loan  
(Maximums limited by rank: \$4000 for ranks 1 & 2; \$5000 for ranks 3 & 4)

## PARENT AUTHORIZATIONS

Your signature confirms that you are not in default on a prior loan and authorizes the initiation of the mandatory credit review required for the Parent PLUS Loan. In addition, 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 section 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 Parent PLUS. The information on this form will be used to determine your eligibility for a Parent PLUS.

You also agree that after all university charges collected by the Office of the Treasurer are paid, any excess Parent PLUS funds shall be issued to the student in the form of a check or direct deposit into any personal account as designated through the Office of the University Bursar, [http://www.treasurer.ohio-state.edu/stud\\_guards/direct\\_dep\\_info.html](http://www.treasurer.ohio-state.edu/stud_guards/direct_dep_info.html).

\_\_\_\_\_  
Parent Borrower Signature Date