

## **Federal Direct Parent PLUS Loan Request Form 2015 - 2016**

A parent may apply for a Federal Direct Parent PLUS Loan to pay for educational expenses of an eligible "dependent" undergraduate student enrolled at DCCC. Federal Direct Parent PLUS Loans help pay for expenses up to the Cost of Attendance minus all other financial assistance awarded to the dependent student while enrolled at DCCC.

### **Parent Eligibility Requirements for a Federal Direct Parent PLUS Loan**

The parent must be the dependent student's biological, adoptive or stepparent. Your child must be a dependent student enrolled at least half time status at DCCC per term. For financial aid purposes, a student is considered "dependent" if he/she answers "NO" to all of the questions listed under the student dependency status on the 2015-2016 FAFSA. Dependent students must also have their parent(s) income and assets information on the FAFSA.

Federal Direct Parent PLUS Loan borrowers cannot have an adverse credit history (a credit history check will be done by the Department of Education) to determine eligibility for funding. If you are found to have an adverse credit history, you may get an endorser/co-signor that's responsible for repayment, if you fail to repay the loan. Parents and dependent child must be US citizens or eligible non-citizens, must not be in default on any federal education loans or owe an overpayment on a federal education grant.

### **Applying for a Federal Direct Parent PLUS Loan**

In applying for a Federal Direct Parent PLUS Loan, you must complete a PLUS application and Master Promissory Note (e-MPN) online. The Master Promissory Note is a legal document in which you (the parent) promise to repay the loan(s) and any accrued interest and fees to the Department of Education. It also explains the terms and conditions of your loan(s) and repayment plans.

To complete an e-MPN online, you will be required to use an FSA ID approved by the Department of Education. If you do not have an FSA ID may setup one from <https://fsaid.ed.gov/npas/index.htm> click on Create An FSA ID on the left hand side of the page. Please do not try to use your dependent child's FSA ID; you must have an FSA ID. You will then start the online process at [www.studentloans.gov](http://www.studentloans.gov) by clicking on "Sign-in" and then clicking on "Request a Direct PLUS Loan" then on the next page select "Parent PLUS". You are also encouraged to read the additional information in the "Learn More" box. You will find additional information regarding the credit history check, the need for an endorser/co-signor, loans limits, interest rates and charges. You will need to complete the demographic information requested below before we can certify your loan and this will also serve as your written authorization to DCCC.

### **Disbursement Procedures**

The Federal Direct Parent PLUS Loan should cover a full academic school year and DCCC will make two disbursements per term which normally occurs 30 & 90 days after the semester has begun. DCCC will disburse funds by crediting your dependent child's account to pay for educational expense and other authorized charges. The timing of disbursements will also depend on completion of your child's financial aid files and certification of your loan application. The first disbursement date for each term is normally five to six weeks after classes have begun no funds are disbursed prior to the first disbursement date. You will be charged an origination fee which is a percentage of the principal amount you requested. The Department of Education will deduct the origination fees before the school receives your funds, therefore the loan amount you actually receive will not reflect the actual loan amount requested.

**Dependent Student Information**

Student Name \_\_\_\_\_ Student ID # \_\_\_\_\_  
Student E-mail Address \_\_\_\_\_ Phone \_\_\_\_\_

**Parent (Borrower) Information**

Parent (Borrower) Name \_\_\_\_\_  
Parent Address \_\_\_\_\_  
City, State, ZIP \_\_\_\_\_  
Parent Social Security Number \_\_\_\_\_  
Parent Date of Birth \_\_\_\_\_  
Parent Phone Number \_\_\_\_\_  
Parent Email Address \_\_\_\_\_

Federal Direct Parent PLUS Loan Amount Requested:

Fall \$ \_\_\_\_\_ Spring \$ \_\_\_\_\_ Summer \$ \_\_\_\_\_

Total Federal Direct Parent PLUS Loan Requested: \$ \_\_\_\_\_

Parent (Borrower) Signature \_\_\_\_\_ Date \_\_\_\_\_

I \_\_\_\_\_ authorize DCCC to apply my Federal Direct Parent PLUS Loan funds to (Parent/Borrower Name) cover my dependent child’s outstanding expenses such as tuition, fees, and other charges incurred by my child while enrolled at DCCC. I understand that any charges incurred after disbursing the Federal Direct Parent PLUS Loan will be the responsibility of my dependent child.

You are not required to sign this authorization form; however, this will result in unpaid charges to your dependent child’s account which will further delay future registrations, request for official college transcripts, receiving grades, etc. This authorization will remain in effect indefinitely unless you submit in writing cancellation of this authorization form. Any written notification should be sent the DCCC Financial Aid Office.

**PLEASE PRINT AND SUBMIT COMPLETED FORM TO THE DCCC FINANCIAL AID OFFICE** at P.O. Box 1287, Lexington, NC 27293-1287 or fax to 336.224.0240.

**NOTE:** The amount you request in the Federal Direct Parent PLUS Loan program is also based on your dependent child’s FAFSA eligibility. **The dependent child must be enrolled at least halftime status (6 credit hours each term) to receive loan disbursements. All Borrowers are encouraged to request only what you need to assist with educational expenses. All Federal Direct Parent PLUS Loans must be repaid.** If you have additional questions, please contact the Financial Aid Office at 336.249.8186, ext. 6389 or [fa\\_loans@davidsonccc.edu](mailto:fa_loans@davidsonccc.edu).

## 2015-2016 Parent PLUS Loan Refund Authorization

Federal law requires that any excess Parent PLUS loan funds be returned to the parent borrower unless authorized (in writing) by parent borrower to be released to the student.

### TO BE COMPLETED BY THE PARENT BORROWER ONLY:

Please check the appropriate option:

Refund to Student

Refund to Parent (Borrower)

### PLEASE PRINT

Student Name:

Parent (Borrower) Name: \_\_\_\_\_

Parent (Borrower) Address: \_\_\_\_\_

Parent (Borrower) Signature: \_\_\_\_\_

Date: \_\_\_\_\_

***This authorization is valid for the current academic year and/or loan period in which the student is enrolled at Davidson County Community College.***

Please return this form by mail/fax/or scan and email to the Davidson County Community College Financial Aid Office:

Office of Financial Aid  
P.O. Box 1287  
Lexington, NC 27293-1287  
Phone: 336-249-8186  
Fax: 336-224-0240  
fa\_loans@davidsonccc.edu