

2020-21 Parent Direct PLUS Loan

Dear Parent and Student:

Parents can borrow a Direct PLUS Loan to help pay educational expenses for a dependent undergraduate student enrolled at least half-time (six (6) or more credits) in an eligible program. The student for whom the loan is intended must have a 2020-21 FAFSA on record with the school. Students must meet guidelines for federal student aid eligibility. Direct PLUS Loans are available through the William D. Ford Federal Direct Loan Programs for applicants with an acceptable credit history.

To obtain a Direct PLUS Loan, one parent must complete and submit the PLUS Loan application and sign a promissory note. The parent completing the application must be biological, adoptive, or stepparent. Stepparents who are the initial Direct PLUS Loan applicants are required to have their information on the student's current year FAFSA.

The Direct Loan Master Promissory Note (MPN) and Entrance Counseling are available online at <https://studentaid.gov/mpn/>. In addition, you will need to create a FSA ID online at <https://fsaid.ed.gov>. An FSA ID gives you access to Federal Student Aid's online systems and can serve as your electronic signature. The parent completing the Direct PLUS application must have his/her own FSA ID.

The yearly limit on a Direct PLUS Loan is equal to the cost of attendance minus any other financial aid you receive. These amounts are noted on the student's award letter.

For Direct PLUS Loans first disbursed on or after July 1, 2020, and before July 1, 2021, the interest rate is 5.30%. These are fixed interest rates for the life of the loan.

In addition, there is a loan fee on all Direct PLUS Loans. The loan fee is a percentage of the loan amount and is proportionately deducted from each loan disbursement. Direct PLUS loans disbursed on or after Oct. 1, 2019, and before Oct. 1, 2020 will be charged a 4.236% fee.

Funds are disbursed in multiple payments at the start of each term. Students are required to be enrolled in six (6) or more credits, and in good academic standing to be eligible for Direct PLUS Loan payments.

Complete information about the Direct PLUS Loan Program is available online at: <https://studentaid.ed.gov/sa/sites/default/files/direct-loan-basics-parents.pdf>

A Direct PLUS loan application is required to be submitted each academic year.

Contact our office at 541-917-4850 with questions about the Direct PLUS Loan application and disbursement process.

Due to COVID-19 restrictions, access to the Financial Aid Office may not be available to drop off your application. Complete your application, attach it to an email, and send it to FAOFFICE@linnbenton.edu.

Sincerely,
LBCC Office of Financial Aid and Veterans



Financial Aid Office, Takena Hall
 6500 Pacific Blvd. SW
 Albany, OR 97321
 541-917-4850
 541-917-4864 (fax)

Federal Direct Parent PLUS Loan Application 2020-21

STUDENT INFORMATION (The student must have a 2020-21 FASFA on record with the school)

Last Name:	First:	Student ID#:
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PARENT BORROWER INFORMATION

(Note: Only ONE PARENT may complete this form / if a stepparent, your information is required to be on the student's current year FAFSA)

Parent Social Security Number:		
Parent Borrower (legal name):		
Last:	First:	Middle:
Permanent Street Address: Street		
City	State	Zip
Parent Date of Birth:	Day	Year
Month		
Telephone Number:	E-mail Address (optional):	
U.S. Citizenship Status (check one):		
<input type="checkbox"/> U.S. Citizen or National <input type="checkbox"/> Permanent Resident/other eligible Noncitizen. Alien Registration Number: <input type="checkbox"/> None of the above (you are not eligible for a PLUS loan)		
Driver's License Number:	State of Issue: (If you do not have a driver's license, write NONE)	
Are you in default on a Federal Education Loan?	Yes	No
Do you owe a refund on a Federal Education Grant?	Yes	No

LOAN AMOUNT BEING REQUESTED FOR 2020-21

\$ _____ for the entire academic year for which the student is enrolled and eligible AND, if applicable, FOR STUDY ABROAD PROGRAM PARTICIPANT ONLY-PLEASE INDICATE THE AMOUNT REQUESTED FOR PROGRAM \$ _____
Only one loan application should be submitted for the total amount needed for the school year. Funds are disbursed per term. Should the parent borrower become deceased at any point during the anticipated loan period, further disbursements of this parent loan cannot be made.
PLUS loan funds will be posted directly to the student's LBCC billing account, and any funds remaining after payment has been made to acceptable college charges will be returned to the PARENT in the form of a refund check. <input type="checkbox"/> By checking this box, I am requesting any PLUS loan refund that is due to be sent directly to the student listed above

PARENT CERTIFICATION:

I understand that I must be approved by the Department of Education for an acceptable credit history to obtain this loan. I understand the PLUS loan funds will be disbursed by term to my student's LBCC billing account. I understand that to validate the PLUS loan request, I need to complete an electronic PLUS Master Promissory Note (MPN) as instructed on the reverse side. I understand this application request is valid **only for the 2020-21 school year.**

I certify that I am the biological, adoptive, or stepparent of the above named student and to the best of my knowledge the information I have reported to obtain a Federal Direct Parent PLUS Loan is true, complete, and accurate.

Parent Signature

Date