
Parent PLUS Loan Request 2021-2022

Parents who wish to assist in the financing of their PNCA dependent undergraduate student's education may apply for a Federal Direct Parent Loan for Undergraduate Students (PLUS).

Part I: Borrower Information

Student:

Student Last Name _____ First Name _____ Student Social Security Number _____ Student Date of Birth _____

Parent Borrower:

Parent Last Name _____ First Name _____ Parent Social Security Number _____

Parent Address _____ Parent Date of Birth _____

City _____ State _____ Zip _____ Parent Phone Number _____

Parent Email Address _____

Part II: Criteria and Documentation

I am requesting a Parent PLUS loan to be:

* A 4.236% Loan Fee will be subtracted from amount requested.

- Split between Fall 2021 and Spring 2022
(Disbursed in two equal payments as required by federal law.)
- Fall 2021 only
- Spring 2022 only

Refund:

I am requesting that any credit balance from the Parent PLUS loan remaining on the student's account after all charges have been paid be issued to: The Student Me (The Parent)

Amount you wish to borrow: _____

Affidavit:

I understand that I will be notified of the results of the credit check with respect to my loan application. I understand that the PLUS loan proceeds will be credited to my student's account at Pacific Northwest College of Art for payment of tuition and fees, housing (if applicable) and, if I provide authorization, other educationally related charges.

Any loan funds that remain after these charges have been paid is called a credit balance which will be mailed by check to the recipient indicated above. If left blank, the credit balance being mailed to the parent borrower.

My signature affirms the above information is true and correct. I consent to the U.S. Department of Education and its agents obtaining a report of my credit record and using the information from that report in determining whether to make a Direct PLUS Loan to me.

Parent's Signature: _____ Date: _____

1. FAFSA: Yes No If no, route to Counselor
 2. Check NSLDS for default. Parent default No Yes, attach screen print, Initiate Communication.
 3. Does student meet SAP (see Financial Aid Status), No Yes, if no, route to counselor
 4. Check ISIR information Name DOB SSN If no Name or DOB, verify DL or BC. If no SSN, verify SS card

Date Completed: _____ By: _____

Federal Direct Parent PLUS LOAN SUMMARY OF TERMS:

DO NOT RETURN THIS PAGE - RETAIN FOR YOUR RECORDS

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| Eligibility Criteria | <ul style="list-style-type: none"> • Student must have a 2021-22 FAFSA on file and all required documents submitted before the parent applies for a PLUS loan. • You must be the student's biological or adoptive parent or the student's stepparent, if the biological or adoptive parent has remarried at the time of application. • You must be a U.S. citizen, U.S. national, or permanent resident of the United States. • You must not be in default on a federal education loan or owe an overpayment on a federal education grant and must meet other general eligibility requirements for the Federal Student Aid programs. • You must not have an adverse credit history (a credit check is required). • Your child must be an eligible undergraduate dependent student who is enrolled at least half-time in a degree-seeking program and must be maintaining Satisfactory Academic Progress. • For financial aid purposes, a student is considered "dependent" for an undergraduate degree if they are under 24, unmarried, and have no legal dependents at the time the FAFSA is submitted. |
| Creditworthiness | <p>Applicant cannot be:</p> <ul style="list-style-type: none"> • 90 days or more delinquent on the repayment of any debt; or • The subject of bankruptcy, voluntary surrender, repossession, foreclosure, a deed in lieu of foreclosure, unpaid collection accounts and charge offs, wage garnishment, defaulted loan that has been claim paid, lease or contract terminated by default or County/State/Federal tax lien. You will receive written notice of the credit review from the U.S. Department of Education. |
| Credit Check & Endorser Alternative | <p>When you apply for a Direct PLUS Loan the U.S. Department of Education will check your credit history. If you are found to have an adverse credit history, you may still borrow a PLUS Loan by obtaining an endorser or by documenting extenuating circumstances. An endorser is someone who does not have an adverse credit history and agrees to repay the Direct PLUS Loan if you do not repay the loan. The endorser may not be the student on whose behalf a parent obtains a Direct PLUS Loan. In some situations, you may be able to appeal the denial by documenting, to the U.S. Department of Education's satisfaction, extenuating circumstances related to your adverse credit history.</p> <ul style="list-style-type: none"> • New loans that are approved after documenting extenuating circumstances or by obtaining an endorser will require the borrower to complete PLUS Loan Credit Counseling through studentaid.gov. |
| Annual Loan Maximum | Cost of attendance minus other financial aid. |
| Loan Fees | 4.236% origination fee for loans first disbursed on or after 10/1/2019 and before 10/1/2020. |
| Interest Rate/Subsidy | <p>5.30% fixed interest rate for loans first disbursed between 7/1/2020 and 6/30/2021.</p> <ul style="list-style-type: none"> • The interest rate is established each year based on the 10-year Treasury note auctioned at the final auction held prior to June 1 plus a statutorily defined add-on. The interest rate in effect for each year is fixed for the life of that loan. The Parent PLUS Loan has a fixed interest rate cap of 10.5%. • No federal interest subsidy (interest is charged on loan amount paid while in school). |
| Repayment Terms | The repayment period for all PLUS Loans begins on the date the loan is fully disbursed (applied to your student's account), and the first payment is due within 60 days of the final disbursement. Multiple repayment options are available. See information concerning the availability of in-school deferment below. |
| In-School Deferment Available | <p>Parent PLUS Loan borrowers (for loans first disbursed on or after July 1, 2008), may choose to have repayment deferred (postponed) while the student for whom the parent borrowed is enrolled at least half-time, and for an additional six months after that student is no longer enrolled at least half-time. Deferment must be requested for each new Parent PLUS Loan borrowed. Borrowers who apply online will be asked their deferment preference during the application process. You may receive a deferment form from your loan servicer once your loan has been approved, or you may contact the servicer of your loan to request deferment at any time the in-school criteria applies. Your loan servicer contact information is available at studentaid.gov/manage-loans.</p> |
| Additional Information | <ul style="list-style-type: none"> • If PNCA has any prior record of the parent in their system (i.e. as a former student) and parent's legal name now differs, submission of this form will result in an official name change in PNCA's records for the parent. • For additional information about the Federal Direct Parent PLUS Loan, go to: studentaid.gov/understand-aid/types/loans/plus/parent |