

2016-2017 Federal Direct PLUS Loan Application (Parent)

SID# _____

Student Name (last, first, m)

The Direct PLUS Loan is available to parents of dependent students who wish to borrow funds to assist with their child's education.

Processing Steps:

- After receiving your completed application, your information will be entered into our Banner System and forwarded to the Direct Loan processor.
- All borrowers are subject to a **credit check** by the U.S. Department of Education to determine credit-worthiness. The credit check determines if the borrower has an adverse credit history.
- A letter will be sent from the Direct Loan processor indicating your credit decision.
- If the loan is approved, then the parent borrower must have a Master Promissory Note* on file.
- If the loan is not approved, the student may request additional unsubsidized loan funds or the parent can secure an endorser and submit the information to the U.S. Department of Education.
- The Free Application for Federal Student Aid (FAFSA) must be completed. This can be done online at: www.fafsa.ed.gov

* The Master Promissory Note:

A master promissory note (MPN) must be completed in order for PLUS loan funds to be approved. The MPN must be completed by the parent borrower. Please go to the Department of Education's Federal Direct Loan web site located at studentloans.gov. Click on the PLUS loan link.

You will be required to have a FAFSA pin in order to sign your MPN. This will be the same pin you used to electronically sign your parent portion of the student's FAFSA application. If you need to request or retrieve your pin, please go to the Department of Education PIN Website at: www.pin.ed.gov.

NOTE: The MPN must be completed before the loan application will be processed by the financial aid office.

Disbursement:

The PLUS loan will be disbursed to the student's account in two equal installments if the loan period requested is two terms. The first installment will be disbursed after census of first semester and the second installment will be disbursed after census of second semester. If the loan period is for one semester then there is only *one* installment that will be disbursed after census of the semester to which it applies.

Authorization to Credit Student's Account & Release of Excess Funds

By signing below, I authorize Red Rocks Community College to disburse Federal Direct PLUS funds to the student's college account to be used for **expenses related to my child's study** (tuition, fees and other charges). I authorize the release of excess funds, if any, to the student.

_____ Parent Borrower's Signature

_____ Date

NOTE: Please notify your child's financial aid advisor if you do not wish to apply the funds directly to the student account, as there may be additional documentation needed.

Consent to Obtain Credit Report

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. I understand that I will be notified in writing of the results of the credit check with respect to my loan application.

Social Security Number

Date of Birth (MM/DD/YYYY)

Last Name

First Name

M.I.

Street

City

State

Zip

Phone Number

Work Phone Number

Driver's License #

State Issued

Email

U.S. Citizenship Status (circle one)

Citizen

Non-Citizen

Alien (Registration # _____)

Are you (parent borrower) in default on any Federal Direct PLUS or Student Loan? YES NO

Parent Borrower relationship to student _____

Signature

Date**Loan Request Information - To be completed by the Parent Borrower**

* All loans are scheduled for the full academic year, unless otherwise requested here:

Amount Requested \$ _____**Privacy Act Disclosure Notice**

The Privacy Act of 1971 (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 §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 Direct PLUS Loan. The information on this form will be used to determine your eligibility for a Direct PLUS loan. The information in your file may be disclosed to third parties as authorized under routine uses in the Privacy Act notices called "Title IV Program Files" (originally published on April 12, 1994, Federal Register, Vol. 59 p. 17351) and "National Student Loan Data System" (originally published on December 20, 1994, Federal Register, Vol. 59 p. 65532). Thus, this information may be disclosed to federal and state agencies, private parties such as relatives, present and former employers and creditors, and contractors of the Department of Education for purposes of administration of the student financial assistance program, for enforcement purposes, for litigation where such disclosure is compatible with the purpose for which the records were collected, for use by federal, state, local, or foreign agencies in connection with employment matters or the issuance of a license, grant, or other benefit, for use in any employee grievance or discipline proceeding in which the Federal Government is a party, for use in connection with audits or other investigations, for research purposes, for purposes of determining whether particular records are required to be disclosed under the Freedom of Information Act, and to a Member of Congress in response to an inquiry from the congressional office made at your written request.

Because we request your social security number (SSN), we must inform you that we collect your SSN on a voluntary basis, but section 484(a)(4) of the HEA (20 U.S.C. 1091 (a)(4)) provides that, in order to receive any grant, loan, or work assistance under Title IV of the HEA, a student must provide his or her SSN. Your SSN is used to verify your identity, and as an account number (identifier) throughout the life of your loan(s) so that data may be recorded accurately.

