

Pre-Application

for a Federal Direct Parent PLUS Loan

2009-2010



Spire ID#: _____

A. STUDENT INFORMATION (Please print legibly):

Student's Name: _____
Last Name First Name Middle Initial

Social Security Number: _____ - _____ - _____ Date of Birth: _____ / _____ / _____
MM DD YY

Student's Email Address: _____ Cell Phone #: _____

Year in School: 1st Yr Freshman 2nd Yr Sophomore 3rd Yr Junior 4th Yr Senior

Citizenship Status: US Citizen or National Permanent Resident or Eligible Non Citizen: A _____
DHS Alien Registration Number

Statement of Student's Registration Status

- I certify that I am registered with Selective Service.
- I certify that I am not registered with Selective Service because:
 - I am female.
 - I am in the armed services on active reserve duty
 (NOTE: does not apply to members of the Reserves and National Guard who are active).
 - I have not reached my 18th birthday.
 - I was born before 1960.
 - I am a member of the Federated States of Micronesia, or the Marshall Islands, or a permanent Resident of the Trust Territory of the Pacific Islands.

B. LOAN DATA:

Loan Amount Requested: \$ _____ Loan Term: Academic Year - Fall and Spring Term – Loan is disbursed on a 50/50 split.
 Fall Term Only – Loan disbursed in one payment.
 Spring Term Only – Loan disbursed in one payment.

C. PARENT BORROWER INFORMATION (Please print legibly):

Borrower's Name: _____
Last Name First Name Middle Initial

Borrower's Social Security Number: _____ - _____ - _____ Date of Birth _____ / _____ / _____
MM DD YY

Gender: Female Male Relationship to Student: Mother Father Legal Guardian Other

Permanent Address: _____ City: _____ State: _____ Zip: _____
(include apt. #)

Telephone #: _____ Cell Phone #: _____

Citizenship Status: US Citizen or National Permanent Resident or Eligible Non Citizen: A _____
DHS Alien Registration Number

Borrower's Email Address: _____
 *You will be notified via email of your approval or denial.

School Use ONLY - PS ID: _____

Statement of Default Status and Education Purpose

I certify that I do not owe a refund on any grant or loan, am not in default on any loan or have made satisfactory progress to repay any defaulted loan, and have not borrowed in excess of the loan limits, under Title IV programs, at any institution. In addition, I certify that I will use any funds I receive from this application solely for expenses related to my attendance at the University of Massachusetts Amherst. By my signature, I authorize any plus loan amounts to be credited to the student's account and any excess funds to be issued to the student.

 Student's signature Date

 PLUS Borrower's signature (parent/legal guardian) Date

Financial Aid Services | 255 Whitmore Administration Building | 181 Presidents Drive | Amherst | MA | 01003-9313 | Telephone 413.545.9420 | TDD 413.545.9420 | Fax 413.545.1700



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INFORMATION ON THE FEDERAL DIRECT PARENT PLUS LOAN:

The Federal Direct Parent PLUS Loan is a low-interest loan program that enables parents of dependent undergraduate students to borrow directly from the Federal Government to help pay for the student's educational expenses.

Features of the Parent PLUS Loan:

- The borrowing parent is required to pass a credit check. The interest rate is currently fixed at 7.90%. New rates will be set on July 1, 2009 for loans disbursed between July 1, 2009 and June 30, 2010.
- Allows borrowing up to the cost of education minus other financial aid received.
- There is a 4.00% origination fee with a 1.50% direct up-front rebate. (Before estimating your payment amount, subtract a net fee of 2.50% from the loan amount for the term to estimate loan credit on your bill.)
- A deferment may be requested while the student is enrolled at least half-time in an eligible program. **Otherwise, repayment begins within 60 days after the loan is fully disbursed.**
- **If approved without an endorser, the borrower signs a Master Promissory Note (MPN) that is valid for ten years and for all future approved PLUS loans for the same borrower.**

A Parent PLUS loan offers a variety of repayment plan options.

- The **Standard Repayment Plan** allows repayment of your loans within 10 years with a fixed monthly payment.
- The **Graduated Repayment Plan** allows you to start with lower monthly payments at first, and then gradually increases your payments until your loan is fully repaid in ten years.
- The **Extended Repayment Plan** allows you to repay your loan over a period not to exceed 25 years. There are eligibility requirements for the Extended Repayment Plan.

Examples of each plan are given below:

Initial debt when you enter repayment	Standard Repayment Plan		Graduated Repayment Plan		Extended Repayment Plan*	
	Monthly Payment	Total Repaid	Monthly Payment	Total Repaid	Monthly Payment	Total Repaid
\$10,000	121	14,496	84	15,388	Not Available	Not Available
\$50,000	604	72,480	422	76,942	383	114,781
\$70,000	946	101,472	591	107,718	536	160,693

For additional information regarding repayment plans or to request a deferment, please contact the **Direct Loan Servicing Center at (800) 848-0979** or visit their website at: www.dl.ed.gov.

To Apply for a Federal Direct Parent PLUS Loan:

Complete the Pre-Application form on the reverse side and fax it to (413) 545-1700. When applying for a Parent PLUS loan, consider borrowing for the academic year to meet your financial obligation to the University.

If credit is approved, and you have not previously signed a Master Promissory Note (MPN), then you must sign one or the loan will not disburse. You may sign the MPN online at: <https://dlenote.ed.gov/empr/index.jsp>. Please select "Complete New MPN for a Parent Loan." You will need a Federal PIN number to sign the MPN online. If you do not have one you can request one at the website listed above. If you prefer to complete a paper promissory note, contact Financial Aid Services Loan Department at 413-545-3127.

After the completed promissory note is received, the approved loan amount minus the origination fee is disbursed directly to the student's University account at the scheduled time.

If denied, you may provide an endorser to get the loan approved, or if a FAFSA is filed the student may be eligible to borrow additional unsubsidized loans up to the annual established limits: Freshmen/Sophomores up to \$4,000; Juniors/Seniors up to \$5,000. An unsubsidized loan accrues interest while the student is in school. To receive the additional unsubsidized loan, the parent borrower must return an authorization form to Financial Aid indicating he/she will not appeal the denied credit decision to receive unsubsidized loan.

FOR MORE INFORMATION ON PARENT LOANS, FINANCING OPTIONS OR TO DOWNLOAD THIS FORM VISIT OUR WEBSITE AT: WWW.UMASS.EDU/UMFA

Financial Aid Services
255 Whitmore Administration Building
181 Presidents Drive
Amherst, MA 01003-9313
Tel 413-545-0801
TDD 413-545-9420
Fax 413-545-1700
www.umass.edu/umfa

