



**Federal Direct Parent Loan for Undergraduate Students
(PLUS Loan)
2008-09
Information and Instructions**

Program Description:

The Federal Direct Parent Loan for Undergraduate Students (PLUS) is a non-need based federal loan program provided by the William D. Ford Direct Loan Program and administered by the University of Rhode Island. The lender is the U.S. Department of Education rather than a bank or credit union. If you are a parent of a dependent student, a Direct PLUS Loan can help you pay for your student's education. For a more detailed explanation from the Department of Education, refer to their website at:

<http://www.ed.gov/offices/OSFAP/DirectLoan/pubs/parentbasics.pdf>

Borrower: Biological parent, adoptive parent, or stepparent. If both parents want to apply, then each parent borrower is required to complete a separate application.

Determining How Much to Borrow:

Annual Loan Limits:

You may borrow any amount up to the Cost of Attendance (includes tuition, fees, room, board, books and misc. expenses), minus any other financial aid the student may receive.

PLUS Eligibility Worksheet:

Use this worksheet and Cost of Attendance figures below, along with information from your Financial Aid Award Letter (if applicable), to assist you in determining the amount of PLUS Loan you may borrow in order to complete question 16 on the **Supplemental Application for Parents and Students**.

Estimated Cost of Attendance:

\$ _____

In-state students -	\$22,224
Out-of-state students -	\$38,868
Regional students -	\$28,362

Minus all financial aid received (include any grant, scholarship and/or loan you may receive from any outside source)

\$_(_____)

You may borrow up to:

= \$ _____

(over)

Eligibility Criteria:

Generally, to be eligible for a Direct PLUS Loan, you and your student must fill out a 2008-09 FAFSA and meet the following criteria:

The student must be considered dependent

You are the biological parent, adoptive parent, or stepparent of the student for whom you seek the loan

The student is enrolled at least half-time and making satisfactory progress

You and the student are U.S. citizens, U.S. national, or permanent residents of the U.S.

You are not in default on a federal education loan, and you do not owe an overpayment on a federal education grant

Creditworthiness:

An applicant cannot be:

90 days or more delinquent on the repayment of any debt; or

The subject of a default determination, bankruptcy discharge, foreclosure, repossession, tax lien, wage garnishment or write-off of a Title IV debt during the last five years. If you have an adverse credit history, you are eligible if someone with no adverse credit history (other than the student) agrees to endorse your loan, or if you can document to the Department's satisfaction that you have extenuating circumstances. If you are in default on a loan or owe an overpayment on a grant, you may still be eligible if you've made satisfactory repayment arrangements.

Fees:

4% origination fee

Interest Rate:

The fixed rate is 7.9% Visit the website:

<https://www.dlsonline.com/borrower/QctrHelpIndex.do?SectionID=Cint> for the most current information.

Repayment Terms:

For PLUS loans made to parents that are first disbursed on or after July 1, 2008, the borrower has the option of beginning repayment on the PLUS loan either 60 days after the loan is fully disbursed, or not until six months after the dependent student on whose behalf the parent borrowed, ceases to be enrolled on at least a half-time basis. For parents who select this deferment option, the interest that accrues on the loan prior to the delayed repayment start date may be paid, at the option of the borrower, either monthly or quarterly, or may be capitalized no more frequently than quarterly. For more information, visit the Department of Education web site under Repayment Plans and Options:

<https://www.dlsonline.com/borrower/QctrHelpIndex.do?SectionId=Faqu>



**Federal Direct PLUS Loan
Supplemental Application for Parents and Students
2008-09**

To apply for the PLUS Loan, this form **must be completed and signed by both the student and the parent borrower**. Please submit completed forms by fax, mail or in-person to the Office of Enrollment Services. ***This form must be completed each time you borrow funds through the PLUS Loan program.***

You must fill out a **FAFSA** for **2008-09**: www.fafsa.ed.gov (URI school code is: **003414**)

If this is your first time applying for the PLUS Loan at URI, you must also sign a Master Promissory Note (MPN) available at: www.dlenote.ed.gov

In order to sign a MPN, you must have a PIN number. If you do not have a PIN number or have forgotten your pin number, visit: www.pin.ed.gov

If you applied for the PLUS Loan previously, you do not need to complete another MPN unless a financial endorser was required when you applied for the previous loan. If you did require an endorser, you must complete the MPN again at: www.dlenote.ed.gov

Student Section (to be completed by the student):

1. Student's Name

Last First MI

2. Student's SS# _____

3. Student's URI ID# _____

4. Student's Date of Birth _____

5. Student's URI e-mail address: _____

7. **Student's Signature** _____ **Date** _____

(over)

Parent Borrower Section (to be completed by the Parent/borrower):
Is this your first application for a PLUS loan at URI? Yes No

8. Parent Borrower's Name:

_____ MI
Last First

9. Relationship to Student: Mother Father Other _____

10. Parent's Address:

_____ MI
Street Address

_____ MI
City State Zip

11. Parent's Home Phone #: _____ 12. Parent's Work Phone: _____

13. Parent's Date of Birth: _____ 14. Parent's SS # _____

15. Parent's Email address: _____

16. How much PLUS Loan would you like to borrow? _____

17. For which term(s) would you like to borrow this amount? Fall and Spring 2008-09 Fall 2008 only
Spring 2009 only Summer 2009

18. I completed the PLUS Master Promissory Note (MPN):

.....when I applied for the PLUS Loan previously (I am not required to complete it again).

.....online at: www.dlenote.ed.gov

19. Parent Borrower's Signature:

_____ Date _____

(This must be the same parent/guardian that signed the MPN)

Note: All loan proceeds in excess of the student's bill will be refunded to the parent.

Office of Enrollment Services
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