

# Applying for a Direct Parent Loan for Undergraduate Students (PLUS)

**Step 1** Submit the 2012-2013 FAFSA, Free Application for Federal Student Aid. Once received by Emory University additional documents may be required for completion of the FAFSA application process. If additional information is needed the student will be notified via email (student email address marked as preferred in OPUS). A PLUS loan cannot be processed until the FAFSA is received.



**Step 2** Submit the 2012-2013 Federal Direct Parent Loan for Undergraduate Student (PLUS) Request Form (available under 'Download Forms') and fax, mail or deliver it to the Office of Financial Aid. (FAX 404-727-6709, Emory University, Office of Financial Aid, 200 Dowman Drive, Ste. 300, Atlanta, GA, 30322).



**Step 3** The Office of Financial Aid will review your request and aid eligibility. If aid eligibility exists your PLUS Loan information will be provided to the U.S. Department of Education for loan consideration. An initial award offer does not guarantee loan disbursement, a positive credit result must be returned prior to disbursement.

**REQUIRED Credit Check:** Each new loan requires that a credit check be conducted. An adverse credit history may result in loan denial by the Department of Education.

If your loan is approved by the U.S. Department of Education a signed MPN, Master Promissory Note must be completed. The borrower will receive an email from the Emory University Office of financial Aid with instructions on how to electronically complete the MPN. You will sign the MPN using the federal Parent PIN (the same PIN used for the FAFSA). The Parent PIN is not the same as the Student PIN. A valid PLUS MPN may be used for subsequent Federal Direct Parent PLUS Loans for up to 10 years.

**Fees/Rebates:** Federal Direct Parent Plus Loans are charged a fee by the federal government. This fee, 4.0%, helps off set the government cost of making low-interest loans. The fee is deducted from the gross amount of the loan.

Example:

Parent borrows \$5,000 for 2012-2013. The loan fee of 4.0% is subtracted from the loan ( $\$5,000 \times 4.0\% = \$200.00$ ). The disbursement amount of the loan is \$4,800.00 ( $\$5,000 - 200.00$ ).

# Undergraduate Federal Loans at a Glance

Office of Financial Aid  
200 Dowman Drive, Suite 300 Atlanta, GA 30322-1960

Loan Program	Interest Rate	Annual Maximum		Lifetime Maximum	Credit Worthy	Grace Period	Maximum Repayment Period
<b>Perkins Loan</b>	5% Fixed	\$5,500		\$27,500	No	9 Months	Up To 10 Years
<b>Direct Stafford Loan</b>	See Footnote	Freshman	Dependent Total =\$5,500 (Up to \$3,500 Subsidized with remaining eligibility in Unsubsidized)  Independent Total = \$9,500 (Up to \$3,500 Subsidized with remaining eligibility in Unsubsidized)	Dependent = \$31,000 (no more than \$23,000 can be Subsidized with remaining eligibility in Unsubsidized)  Independent = Up to \$57,500 (no more than \$23,000 can be Subsidized with remaining eligibility in Unsubsidized)	No	6 Months	Up To 10 Years
		Sophomore	Dependent Total =\$6,500 (Up to \$4,500 Subsidized with remaining eligibility in Unsubsidized)  Independent Total = \$10,500 (Up to \$4,500 Subsidized with remaining eligibility in Unsubsidized)				
		Junior/Senior	Dependent Total =\$7,500 (Up to \$5,500 Subsidized with remaining eligibility in Unsubsidized)  Independent Total = \$12,500 (Up to \$5,500 Subsidized with remaining eligibility in Unsubsidized)				
<b>Direct Parent PLUS Loan</b>	7.9% Fixed	Cost of Attendance Minus Other Financial Aid Received		None	Yes	Not Applicable (Some deferment options are available.)	Up To 10 Years

- Loans with the most favorable repayment terms appear at the top of this table. However, all loan programs may not be available to all students. Further Perkins awards depend upon the availability of funding.
- Subsidized Stafford Loan that are disbursed on or after July 1, 2012 will have a fixed interest rate of 6.8%. Subsidized Stafford Loans that are first disbursed on or after July 1, 2011, and before July 1, 2012, will have a fixed interest rate of 3.4%. Subsidized Stafford Loans that are first disbursed on or after July 1, 2010, and before July 1, 2011, will have a fixed interest rate of 4.5%. Subsidized Stafford Loans that are first disbursed on or after July 1, 2009, and before July 1, 2010, will have a fixed interest rate of 5.6%. Subsidized Stafford Loans that are first disbursed on or after July 1, 2008, and before July 1, 2009, have a fixed interest rate of 6.0%. All other subsidized and unsubsidized loans first disbursed on or after July 1, 2006, have a fixed rate of 6.8%
- Federal PLUS Loans first disbursed on or after July 1, 2006, have a fixed rate of 7.9%.
- Revised 03/23/2012