



VERMONT TECHNICAL COLLEGE
 OFFICE OF FINANCIAL AID, PO BOX 500 RANDOLPH CENTER, VT 05061
**2010-11 William D. Ford Federal Direct
 PLUS Loan Request Form**

FAX # 802.728.1436

To request a PLUS loan, complete and fax or mail this form back to the Financial Aid Office. We will be working with the department of education to process the request. Financial Aid needs this form returned for all parent loans. A master promissory note may be completed on line at www.dlenote.ed.gov. If you are looking for credit pre-approval contact your lender directly.

Student's Full Name: _____

Student SSN #: _____ New Student **or** Returning Student

TO BE COMPLETED BY PARENT BORROWER OF DEPENDENT STUDENT

Borrower's Full Name (List only One): _____

SSN: _____ Date of Birth _____ Driver's License # _____

Permanent Address: _____

City: _____ State _____ Zip _____

Home Phone: _____ Work/Cell Phone: _____

Email: _____ Relationship to Student: Mother Father Step Parent

Citizenship: U.S. Citizen Eligible Non-Citizen* Alien Number: A _____
 (* Please send a copy of alien Registration Card)

Are you in default on a federal Educational Loan? No Yes

Do you owe a refund on a Federal Student Grant: No Yes

Lender:

VTC beginning with the Spring 2010 term will be participating in Direct Lending through the Department of Education to process the Federal Stafford Loan Program. All New loan borrowers will be processed using Direct Lending.

Loan Period: Fall Only Aug 2010-Dec 2010 Fall/Spring Aug 2010- May 2011 Spring Only Jan 2011- May 2011

Loan Amount Requested: \$ _____ **OR** **→** Check Here Enough to cover Bill and we will calculate the amount for you When we process.
 There is an origination/guarantee fee charged by the Lender. Please add my lender fee into the request amount.

I authorize my lender to obtain a current copy of my credit report to make a preliminary credit determination of my qualification for a PLUS loan at this time. I understand that this credit determination does not constitute final approval and I understand that I must submit a signed Federal PLUS loan application and promissory note, including authorization for a subsequent credit evaluation, in order to obtain final approval for the loan. If my signed Federal PLUS loan application and Promissory Note is submitted later than 90 days after the original preliminary credit determination, I authorize the lender or its agent to obtain a new copy of my credit report for the purpose of making an updated preliminary credit determination at the time of submission. I also authorize release of my credit evaluation results to Vermont Technical College.

I authorize Vermont Tech to credit Title IV PLUS loan funds to pay my dependent student's bill to cover all educationally related costs as billed by the Student Account Office. I understand I have the right to rescind this authorization by notifying the Financial Aid Office in writing.

Parent Borrower's Signature: _____ Date: _____

2010-2011 Federal Direct Parent PLUS Loan Application/Credit Application

INSTRUCTIONS

If you have not already done so, complete a **Federal Direct PLUS Loan Master Promissory Note (MPN)**. The MPN is a multi-year promissory note that is collected by the federal government. It is your promise to repay the loan. The MPN must be completed before the government will provide Federal PLUS Loan funds.

1. Complete a VTC Federal Direct Parent PLUS Loan Application/Credit Application for each new loan request
2. Visit www.dlenote.ed.gov to complete an online MPN
 - a. A federal PIN is required to complete the MPN. This is obtained at www.pin.ed.gov
 3. Click the "Complete New MPN for Parent PLUS Loans" link and follow the directions

ELIGIBILITY

- Noncustodial parents and stepparents are eligible to apply for a PLUS Loan.
- Parent borrower must be a US citizen or Permanent Resident.
- Parent borrower must pass a credit check performed by the lender.
- Parent borrower must *not be in default on a federal education loan or owe a refund on a federal grant.

*UNLESS satisfactory repayment arrangements have been made-provide repayment details on a separate piece of paper

REPAYMENT

Payments will begin 60 days after disbursement of the full amount borrowed for an academic year. Interest accrues as soon as the first disbursement is made. You begin repaying both principal and interest while your student is in school. You will have from 10 to 30 years to repay depending upon the repayment plan you select. **Note: On May 7, 2008, President Bush signed into law the Ensuring Continued Access to Student Loans Act of 2008 which allows the option to request payment deferment. Call the Direct Loan Servicing Center directly at 1-800-848-0979 for details and instructions.**

INTEREST RATE

Federal Direct PLUS loans have a fixed interest rate of 7.9%. Additionally, there is a net 2.5% origination fee (4% with a 1.5% rebate if first 12 monthly payments are made on- time).

CREDIT DENIAL

If your credit is denied, you will receive notification from the Direct Loan Servicer. You may choose from the following options:

- You may try to have a credit status override completed by the servicer. Please contact the Direct Loan Servicer at 1-800-557-7394 and Equifax (their credit bureau) at 1-800-685-5000.
- You may provide documentation to the Direct Loan Servicer if you have extenuating circumstances. Your request for a PLUS loan will be reviewed again by the servicer.
- You may have a third party endorser co-sign the PLUS loan application with you. In this case, please contact the Direct Loan Servicer at 1-800-557-7394.
- You may choose not to pursue the denied PLUS loan and your student may be able to borrow additional funds for the current academic year through the Unsubsidized Federal Direct Loan Program. Please complete the Request for Additional Federal Unsubsidized Loan form (available on the Financial Aid forms and documents section of the VTC website)

PLEASE READ-PRIVACY ACT DISCLOSURE

The Privacy Act of 1974 (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. The information on this form will be used to determine your eligibility for a Direct PLUS. 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 purposes 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. Mail or fax both sides of application to: Lyndon State College Student Services/ Financial Aid Office 1001 College Rd. Lyndonville, Vt. 05851 Page 2 of 2 Fax: 1.802.626.9770 Phone: 1.802.626.6396