



Student Information

Full name _____
Last First M.I.

Student ID number _____ Social Security number _____

Parent Borrower Information: To be completed by the parent applying for the Parent PLUS loan

Are you, the parent borrower, in default on a prior educational loan or do you owe a refund on a federal education grant?

**Note: Default means that you have failed to repay a federal student loan. This does not refer to deferment which is a temporary postponement of payment.*

Yes, I am in default. No, I am not in default.

Full name _____
Last First M.I.

Date of birth _____ Social Security number _____

Address _____
Street Address Apartment/Unit#

_____ *City State ZIP Code*

Phone (____) _____ E-mail address _____

Citizenship Status *(please check one)* Citizen/National
 Eligible Non-Citizen, Alien Registration # _____

Loan Period & Requested Loan Amount

Please indicate the loan period to which you are applying *(check one)*:

- Full Academic Year *(May 2011- May 2012)*, three equal disbursements, for summer, fall, and spring semesters.
- Summer 2011/ Fall 2011 *(May 2011 – December 2011)*, two equal disbursements, half for each semester.
- Summer 2011 *(May 2011-August 2011)* only, one disbursement for the summer semester.

Requested loan amount \$ _____
(if the requested loan amount is left blank the maximum amount of eligibility will be processed)

Penn College reserves the right to certify less than the requested amount. The amount of Parent PLUS Loan eligibility is based on Penn College's cost of attendance minus any other financial aid your dependent student may receive.

I certify that I am the parent/step-parent of the student listed on this Request Form and that all information provided herein is accurate. I have read the Loan Disclosure Notice attached to this form.

By signing this document, I consent to Penn College providing my information to the U.S. Department of Education and its agents for obtaining a report of my credit record and using the information from that report in determining whether to make a Federal Direct PLUS Loan to me. I understand that the Department of Education will notify me in writing of the results of the credit check with respect to my loan application.

Parent signature _____ Date _____



Direct Loan Disclosure Statement – You will receive a Federal Direct Loan Disclosure Statement from the Direct Loan Servicing Center, up to 30 calendar days before the first anticipated disbursement. The Disclosure Statement identifies the loan type, anticipated loan disbursement amounts and dates, anticipated net disbursement amounts, loan fee and fee rebate amount, and gives other important information regarding your loan.

Use of Loan Funds – Funds received from the Federal Direct PLUS Loan are to be used solely for educational expenses. Educational expenses include tuition, room and board, books, transportation costs, tools, etc.

Loan Cancellation – Before your funds are disbursed, you may cancel or reduce the amount of your loan by notifying Penn College’s Financial Aid Office in writing. If your loan has already been disbursed, you can still cancel the loan in one of two ways: (1) You may contact Penn College’s Bursar’s Office about returning funds, or (2) You can pay back all or a part of your loan to Direct Loans within 120 days of the date your loan funds disburse to the College. Your loan will be adjusted to eliminate any interest, loan fee, and rebate amount that applies to the amount of the loan that you cancel/return during this timeframe.

Payment of Interest – Interest begins accruing on the Direct PLUS Loan from the date the loan is first disbursed – including during periods of deferment or forbearance – until it is repaid in full. If you do not pay the interest as it is charged, Direct Loans will capitalize the interest (add it to the unpaid principal amount of your loan) when you enter an active repayment status. Capitalization increases the unpaid principal balance of your loan, and interest will then be charged on the new, increased principal amount.

The chart below shows the difference in the amount you would repay on a \$15,000 PLUS Loan if you pay the interest as it is charged during a 12-month deferment or forbearance period, compared to the amount you would repay if you choose to not pay the interest and instead have it capitalized.

	If you pay the interest as it is charged ...	If you do not pay the interest and it is capitalized ...
Loan Amount	\$15,000	\$15,000
Capitalized Interest for 12 Months	\$0	\$1,185
Principal to be Repaid	\$15,000	\$16,185
Monthly Payment (<i>standard Repayment Plan</i>)	\$181	\$196
Number of Payments	120	120
Total Amount Repaid	\$21,744	\$23,462

Information you must report - While your dependent student is still in school, you must notify the Penn College Financial Aid Office if (1) you change your address or telephone number; (2) you change your name (for example, maiden name to married name); (3) your dependent student does not enroll at least half-time for the loan period certified by the College; (4) your dependent student stops attending Penn College or drops below half-time enrollment; or (5) your dependent student graduates or transfer to another school.

You must also notify the Direct Loan Servicing Center of any of the above changes at any time after you receive your loan. In addition, you must notify the Direct Loan Servicing Center if you (1) change employers, or if your employer’s address or phone number changes; or (2) have any other change in status that affects your loan (for example, if you received a deferment but no longer meet the eligibility requirements for that deferment).

Privacy Act Disclosure Notice

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 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 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.