

DIRECT PARENT PLUS LOAN OR GRADUATE PLUS LOAN CREDIT REQUEST FOR PRE-APPROVAL

Please note: (Even though a parent may not have been approved last year, we will have to do this parent credit application process again for 2010-2011 before we may increase a student's unsubsidized loan from the \$2000/year as noted on the Dependent Students Award Letter. You will be notified if we are able to increase the student's unsubsidized loan amount by sending to you a revised financial aid award letter)

Check if you are: Parent of dependent undergraduate student

 Graduate student

BORROWER INFORMATION (one name only) - PLEASE PRINT CLEARLY

Borrower's Full Name (FML)_____

Borrower's Social Security Number_____

Date of Birth (MM/DD/YYYY)_____

Permanent Address_____

City/State/Zip Code_____

Home Phone Number_____ Work Phone Number_____

Email Address _____

Loan Amount Requested for the entire year (2 semesters) \$_____

School Name/Code MEMPHIS COLLEGE OF ART / 003507-00

School FAX Number 901-272-5134

Loan Period (MM/YYYY)_____ To_____

(Example 08/2010 - 05/2011)

STUDENT INFORMATION - PLEASE PRINT CLEARLY

Student's Full Name_____

Student's Social Security Number_____

BORROWER SIGNATURE

I have read and understand the information attached with this form. I authorize the lender or its agency to obtain a current copy of my credit report to determine eligibility for the PLUS loan. I further authorize the release of my credit evaluation results to the above-indicated school. Please consider a faxed copy of my signature proper authorization.

Borrower's Signature

Date

Please read, complete, sign, and return to the Memphis College of Art financial aid office. Keep a copy for your records.

About Direct PLUS Loans & How To Complete the Pre-Approval Process:

Step 1: You must be either 1) a parent or stepparent of a dependent undergraduate student OR 2) a graduate student to be eligible for a PLUS loan.

Step 2: To determine if you are eligible for a Direct PLUS loan, please complete, sign and return this pre-approval form (on the reverse side) and the Direct PLUS MPN application (enclosed) to the MCA financial aid office. The pre-approval form will be used to obtain credit pre-approval for the loan.

Step 3: Once the PLUS loan is pre-approved, Memphis College of Art will certify the loan amount requested on the pre-approval form and your PLUS MPN will be mailed to the US Department of Education to complete the loan process.

Please Note:

If the PLUS loan is denied to a parent of a dependent undergraduate student, the student will automatically qualify for an additional unsubsidized Stafford loan in his/her name.

The results of the Free Application for Federal Student Aid (FAFSA) must be on file in the financial aid office before this loan can be certified. If you have not completed the FAFSA, you may apply on line at www.fafsa.ed.gov.

PLUS Loan Amounts: Under the Direct PLUS Loan Program, borrowers may borrow up to the student's cost of attendance minus any estimated financial assistance the student has been awarded during the loan period.

PLUS Loan Disbursements: The lender must have a valid Direct PLUS Loan MPN on file before any funds will be disbursed to the school by the lender. Federal regulations require two disbursements of most loans. If you apply for a loan that covers two semesters, loan funds will be disbursed in equal amounts at the beginning of each semester. Loans borrowed for only one semester will be disbursed in full at the beginning of the semester. Loan origination fees of approximately 2.5 are deducted before the loan funds are disbursed to Memphis College of Art.

PLUS Loan Repayment: PLUS loans enter repayment approximately 60 days after the entire loan amount has been disbursed. Similar to student Stafford loans, PLUS loan payments may be deferred while the student is still attending school at least half time (6 hours). You may contact the Direct Loan Servicing Center at 1-800-848-0979 to get more information on how to defer your Parent Loan payments. Various repayment options are available, with the standard repayment plan allowing equal monthly payments over a ten- year period.