PARENT LOAN ACCEPTANCE FORM

Federal Direct **PLUS** Loan

If you wish to borrow funds through the Federal Direct PLUS Program on behalf of your dependent child, please complete this form, sign and date, and return to the VMI Financial Aid Office. We will enter required information into the loan software in order to originate the loan and to allow the Federal servicer to perform a credit check. The parent borrower, if approved, must complete the electronic Master Promissory Note (eMPN) at https://www.studentloans.gov.

PARENT INFORMATION

Name: _____ SSN: _____
Last name First name Middle initial

Date of birth: _____ Home Address: _____

_____

Telephone number (____) ______ Driver's License # _____
(List state abbreviation first)

Loan amount requested for the academic year $_____

STUDENT INFORMATION

Cadet's name: _____ Cadet's class year: _____ (Example: 2014)

Cadet's SSN: _____

I affirm that the responses on this form are complete and accurate, and further understand that by signing this form I permit VMI to submit the above information to the Federal servicer for a credit check.

_____ _____
Signature Date

Once this document has been returned to the VMI Financial Aid Office, VMI will originate the loan. The parent borrower must complete the electronic Master Promissory Note (eMPN) at https://www.studentloans.gov. If the loan is denied, you will be informed.

Your loan will not be credited to the cadet's account until the loan is approved and the eMPN is completed. Funds will not be disbursed to the cadet's account until 7-10 days after the start of classes.

Remember there is a 4.0% loan fee; a $5,000 loan will net $4,800.

This form can be faxed to the
VMI Financial Aid Office at
540-464-7629

Or mailed to VMI Financial Aid Office, 302 Carroll Hall, Lexington, VA 24450

	Federal Direct Subsidized Loan	Federal Direct Unsubsidized Loan	Federal Direct PLUS Loan
Description	Need-based loan	Non-need-based loan	Non-need-based loan
Borrower	Student	Student	Parent
Annual * Limits *Plus $2,000 additional unsubsidized	1st year $3,500 2nd year $4,500 3rd/4th year $5,500	Same as subsidized less amount borrowed under subsidized Independent students may borrow $6,000 more per year in year 1 and 2, and $7,000 more per year in year 3 and 4	Cost of education less other financial aid
Aggregate Limit	Undergraduate $23,000	Undergraduate $31,000 (subsidized and unsubsidized combined)	N/A
Interest	3.4%	6.8%	7.9%
Repayment	6 months after graduation or termination of education	Same as subsidized, except interest paid while in school or capitalized	Begins 60 days after the full amount borrowed for a school year has been disbursed.
Credit Check	No	No	Yes, borrower cannot have an adverse credit history.

Note: The borrower is charged a loan fee, 1.0% loan fee for student loans and 2.5% loan fee for parent loans, which is taken directly from the loan and used by the U.S. Department of Education to cover defaulted loans.

For first-time borrowers, once the Direct Loan (Sub/Unsub) amount has been accepted by the cadet on Post View, the borrower still must complete the eMPN and entrance counseling, https://www.studentloans.gov, before the loan will be disbursed. First-time PLUS borrowers must also complete their eMPN at https://www.studentloans.gov.