

Louisiana Delta Community College
Office of Financial Aid
Instructions for Federal Direct Parent PLUS Loan Process

The Federal Direct Parent PLUS Loan program (PLUS) is a non-need-based source of loan funds for the parent(s) of dependent student. PLUS Loans may be used in conjunction with Federal Direct Student Loans. Each year, parents of dependent students may borrow an amount not to exceed the cost of attendance less any financial aid (including Federal Direct Loans). Repayment begins 60 days after the final disbursement is made unless the parent borrower makes other arrangements with their lender to defer payments.

To find current interest rates go to www.studentaid.ed.gov/types/loans/interest-rates.

A credit check is performed on all borrowers, and preapproval is required through the U.S. Department of Education.

*Please note: A student is considered dependent if he or she is under the age of 24, unmarried, and has no legal dependents at the time the FAFSA is submitted.

- **ENSURE** that the dependent student in which you are applying for the loan has:
 - Completed and submitted a 2019-2020 Federal Application For Federal Student Aid (FAFSA) at www.fafsa.gov. The FAFSA must be submitted prior to a parent requesting a PLUS loan. The FAFSA must be received by LDCC—school code is 041301. The dependent student **and** parent must electronically sign the FAFSA with their FSAID. If parent does not have a FAFSA Department of Education FSAID, you may create one at fsaid.ed.gov
 - applied for admissions to LDCC
 - enrolled at least half-time (six credit hours) in a degree seeking program and
 - Met Satisfactory Academic Progress (SAP).
- **COMPLETE** a PLUS Loan application and Master Promissory Note (MPN) at the Department of Education website at www.studentloans.gov. Once you access this website, click on “Sign In” and enter requested information. Please note: you will need your FSAID. Next click on “Complete Master Promissory Note” then select “Parent PLUS” as the type of loan you would like to receive. (You must provide parental information when you apply)
- **DETERMINE** how much you need to borrow. Be sure to adjust for the federal origination fee that will be withheld at disbursement. The parent will be notified by the U.S. Department of Education of acceptance or denial of the PLUS loan request. The LDCC Office of Financial Aid will also receive an approval or denial based on the credit evaluation done by the U.S. Department of Education.

If the PLUS loan is denied, the servicer will provide the instructions concerning an endorser. If a PLUS Loan is denied and the parent does not wish to seek an endorser, the student becomes eligible for an additional unsubsidized loan up to \$4000, depending on the student’s financial aid cost of attendance.

Note: Student must request an Additional Unsubsidized Direct Loan through the LDCC Office of Financial Aid.

- **COMPLETE** and **SUBMIT** the attached LDCC Parent PLUS LOAN Authorization Form. The Authorization Form must be submitted to the LDCC Office of Financial Aid before you can receive disbursements on your loan.

All requirements must be complete before the Parent PLUS Loan funds can be disbursed.

Failure to complete all requirements will result in a delay in loan disbursements and possible cancellation of the loan.

OFFICE OF FINANCIAL AID

2019-2020 FEDERAL DIRECT PARENT PLUS LOAN
AUTHORIZATION FORM



PHONE: 318-345-9003 MAIN CAMPUS
FAX: 318-345-9087 MAIN CAMPUS
EMAIL: FINANCIALAID@LADELTA.EDU

According to our records, your parent(s) have been approved for a Parent PLUS Loan (PLUS). Please have your parent complete this document and return it to the LDCC Office of Financial Aid. Incomplete forms will not be accepted.

Student Information

Student Name _____
Last First MI
 Student ID # _____ Student DOB _____

Parent Information—List the name of one parent (borrower).

Parent Name _____
Last First MI
 Parent Address _____
Street City State Zip Code
 Parent Social Security # _____ Parent Primary Contact # _____
 Amount of Federal PLUS Loan Requested \$ _____

**Please adhere to following deadline when submitting this form.
forms will NOT be accepted after Final Deadline Dates.**

Authorization

Semester	Priority Deadline	Final Deadline
Fall/Spring	July 15, 2019	November 15, 2019
Fall Only	July 15, 2019	November 15, 2019
Spring Only	November 15, 2019	April 1, 2020
Summer Only	May 15, 2019	July 15, 2019

Release of Excess PLUS Loan Proceeds

The proceeds of the plus loan funds will be credited directly to the student's account at LDCC to pay any institutional charges (including tuition, fees and any other allowable charges) that the student may have. Any remaining funds after all charges have been paid can either go directly to the student, with your consent, **or** can be mailed to you at the address listed above.

Check one of the boxes below to indicate whether you want the remaining balance to be released to the student (via Bank Mobile Disbursements refund choice) **OR** to be released to you.

- I authorize LDCC to allow the remaining balance of my PLUS loan to be released to _____ the student.
- I do **not** authorize LDCC to allow the remaining balance to be released to the student. Send any remaining funds to me at the address indicated above.

You will be notified via your student email, once your loan has been awarded. Student's signature below represents that I accept LDCC's Terms & Conditions and the loan amount. Student and parent certify that the information furnished on this form is true and correct, to the best of our knowledge.

Parent (Borrower) Signature Date

Student Signature Date