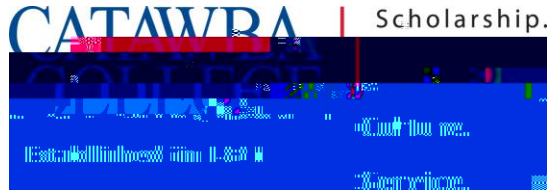# 2024-2025 FEDERAL DIRECT PARENT PLUS LOAN INSTRUCTIONS

Parents of Dependent FAFSA filers are eligible to apply for a Federal Direct PLUS Loan which can be used towards his/her education at Catawba College. The Federal Direct PLUS Loan is a federally sponsored loan that is available to the parents of dependent undergraduate students. It ==features a fixed interest rate and long-term repayment options==. The interest rate will be determined by July 1st, 2024. While parents of all income levels are eligible, a credit-worthiness evaluation is required. Parents may borrow up to the cost of attendance minus any other aid received by the student annually. All Federal Direct PLUS Loans are subject to an origination fee of 4.276%, which is automatically deducted from each disbursement before crediting to the student's account. Dependent undergraduate students also must be enrolled at Catawba for at least 6 or more credit hours in any semester to be eligible.

APPLICATION PROCESS FOR A FEDERAL DIRECT PLUS LOAN AT CATAWBA COLLEGE

1. Student must have successfully submitted the 2024-2025 Free Application for Federal Student Aid (FAFSA) which is available online at www.studentaid.gov.
2. Either biological or adoptive parent of a dependent undergraduate student is eligible to apply for this loan. Step-parents can apply for this loan if they are an adoptive parent or their financial information is listed on the FAFSA.
3. The parent applying for this loan must have a valid FSA ID. Parents can apply for a FSA ID at https://fsaid.ed.gov/.
4. Parents must go through a credit application process online at www.studentaid.gov.
    a. Parent must 'Log In' to the site using your personal information and FSA ID.
    b. Once signed in, click the link that states 'Apply for a Direct PLUS Loan', then hit 'Start' by the Parent Direct PLUS Loan Application option.
    c. On the credit application, before you submit, be certain that your name as parent is clearly listed on the application as the borrower. Also, be certain that your student's full name, date of birth, and social security number are correctly listed on your credit application. Incomplete or incorrect student information can cause delays or ultimately prohibit your PLUS loan from processing at Catawba College. Parents have the option to apply for a 'Maximum Amount' up to cost of attendance or a specific amount.
    d. The loan year on your credit applicationie stud(PL)-2(5( )3()-10( )3(a)-5(pp)4(l)-c)-4(r Tf1 0 0 1 168.26 3398 Tm0 g0 G

2024-2025 FEDERAL DIRECT PARENT PLUS LOAN REQUEST FORM

Student Name: _____ Student ID# _____

<u>PARENT/BORROWER INFORMATION</u>

Parent Name: _____

Parent Date of Birth (MM/DD/YY): _____

Parent Contact Telephone: (_____) _____ - _____   Parent Email Address: _____

2024-2025 Federal Direct PLUS Loan Application/Reference Number: _____
_____ .

Loan Period (check only one): _____ Fall & Spring   _____ Fall Only   _____ Spring Only   _____ Summer

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<u>SELECT ONLY 1 OF THE FOLLOWING OPTIONS:</u>

CERTIFY <u>MAXIMUM ALLOWABLE AMOUNT</u> UP TO COST OF
ATTENDANCE

By selecting this option you acknowledge that Cost of Attendance is
inclusive of tuition, housing, books, transportation, and living expenses
(both billable and non-billable charges). A*mount cannot exceed Cost of
Attendance OR your credit approval amount (whichever is less)*