



University of
Massachusetts
Dartmouth

2005-2006 DIRECT PARENT PLUS LOAN PRE-APPLICATION

The University of Massachusetts - Dartmouth participates in the William D. Ford Federal Direct Loan Program. The Federal Direct Parent PLUS Loan is a low-interest loan program that enables parents of dependent students to borrow for their children's college education. There are no private banks or guarantee agencies involved in the process. You would be borrowing directly from the Federal Government.

A Federal Direct PLUS Loan allows parents to borrow on behalf of the student up to the cost of education minus other financial aid received to pay for educational expenses. The interest rate is variable and is adjusted each year on July 1, but it will never exceed 9 percent. The interest rate for July 1, 2005 through June 30, 2006 is 6.1 percent.

The borrowing parent will be required to pass a credit check and will be responsible for repaying the loan. If approved for the PLUS Loan, the borrower must complete and sign a Master Promissory Note (MPN). If the borrower has previously borrowed a PLUS Loan and signed a MPN, the pre-application form serves as confirmation of the borrower's desire to borrow additional PLUS Loan funds under their existing MPN.

If the parent is denied the PLUS Loan, the student will be eligible to borrow additional Unsubsidized Loan. The student is responsible for paying the interest on this Unsubsidized Loan while in school, or may choose to postpone (capitalize) the payment of interest on this loan.

Repayment Information:

Interest on a PLUS Loan accrues from the date the first disbursement is credited to the student's University account. The Direct Loan Servicing Center sends borrowers quarterly invoices with options to make interest payments or to capitalize the interest. Repayment of principal and interest begins 60 days after the last disbursement. For example:

- 1st Disbursement 9/06/2005
- Interest begins to accrue 9/06/2005
- 2nd Disbursement 1/30/2006
- First principal and interest payment 3/30/2006

There are three repayment plans available for PLUS Loans:

Standard Repayment Plan	Extended Repayment Plan	Graduated Repayment Plan
Monthly payment amount: fixed	Monthly payment amount: fixed	Monthly payment amount: gradually increases about every two years
Minimum payment: \$50	Minimum payment: \$50	Minimum payment: greater of monthly interest or half the payment under the Standard Repayment Plan
Maximum repayment period: 10 years	Maximum repayment period: varies from 12 to 30 years, depending on amount owed	Maximum repayment period: varies from 12 to 30 years, depending on amount owed

Amount Owed When Loan Enters Repayment	Monthly Payment	Years to Repay	Total Amount Repaid (with interest)	Monthly Payment	Years to Repay	Total Amount Repaid (with interest)	Monthly Payment	Years to Repay	Total Amount Repaid (with interest)
\$5,000	\$63	10	\$7,601	\$57	12	\$8,194	\$38	12	\$8,984
\$7,500	\$95	10	\$11,401	\$85	12	\$12,291	\$57	12	\$13,476
\$10,000	\$127	10	\$15,201	\$101	15	\$18,257	\$76	15	\$19,914
\$15,000	\$190	10	\$22,802	\$152	15	\$27,385	\$115	15	\$29,870
\$20,000	\$253	10	\$30,402	\$180	20	\$43,187	\$153	20	\$46,372

The payments above are calculated using the maximum interest rate of 9.00 percent. For more detailed information about repayment or for information regarding the credit check, prospective borrowers may call the Direct Loan Servicing Center Applicant Services Department at (800) 557-7394.

To apply for the Parent PLUS Loan, please complete the form on the reverse side of this sheet and return to:

Financial Aid Services
Foster Administration Building
285 Old Westport Road,
North Dartmouth, MA 02747

or fax it to (508) 999-8935. For questions about this application or process, please call (508) 999-8643.

UMASS DARTMOUTH PLUS LOAN PRE-APPLICATION FORM

Student Data

1. Student's Social Security Number - -
2. Student's Name _____
Last First Middle Initial
3. Home Address _____
Street City State Zip
4. Home Telephone (_____) _____
5. Date of Birth _____ 6. Driver's License _____
Month Day Year Number State
7. Citizenship Status (check one) US Citizen or National
 Permanent Resident or eligible non-citizen A
INS Alien Registration Number

Loan Data

8. Loan Period Fall & Spring Fall Only Spring Only 9. Loan Amount Requested \$ _____

Borrower Data (Parent or Legal Guardian)

10. Borrower's Name _____
Last First Middle Initial
11. Home Address _____
Street City State Zip
12. Borrower's SSN - - 13. Date of Birth _____
Month Day Year
14. Citizenship Status (check one) US Citizen or National
 Permanent Resident or eligible non-citizen A
INS Alien Registration Number
15. Home Telephone (_____) _____ 16. Driver's License _____
State Number
17. Parent e-mail address _____

18. The U.S. Department of Education requires proceeds from the Federal Direct Parent PLUS Loan must first be applied to your son/daughter's student account at UMass Dartmouth in order to meet educational expenses. If the amount of the loan exceeds your son or daughter's account balance, you OR your son/daughter may receive the excess funds in the form of a refund check. This refund check will automatically be made out to the parent borrower unless you check one of the options below:

- Make refund check payable to the student Apply excess funds to next semester's bill

19. If parent is denied the PLUS Loan, does the student wish to be awarded maximum Unsubsidized Direct Loan? Yes No

Statement of Student's Selective Service Registration Status

- ____ I certify that I am registered with Selective Service.
____ I certify that I am not registered with Selective Service because:
____ I am female.
____ I am in the armed services on active reserve duty (NOTE: does not apply to members of the Reserves and National Guard who are active).
____ I have not reached my 18th birthday.
____ I was born before 1960.
____ I am a member of the Federated States of Micronesia, or the Marshall Islands, or a perm. resident of the Trust Territory of the Pacific Islands.

Signatures

Student's signature

PLUS Borrower's signature (parent/legal guardian)

Date