



FINANCIAL AID OFFICE
 620 W. Clairemont Avenue • Eau Claire, WI 54701-6162
 (715) 833-6252 or 1-800-547-2882
 Fax (715) 833-6293

2009-2010 PARENT PLUS LOAN AUTHORIZATION FORM

STUDENT NAME: _____ @00
 (Last, First, MI) Date of Birth CVTC ID No.

PARENT BORROWER NAME: _____
 (Last, First, MI) Social Security Number

PARENT STREET ADDRESS: _____

CITY, STATE, ZIP: _____

PHONE NUMBER: () _____ **PARENT'S DATE OF BIRTH:** _____

STATE OF LEGAL RESIDENCE: _____ **CITIZENSHIP:** U.S. Citizen Eligible Non-Citizen

PARENT'S DRIVERS LICENSE NUMBER: _____ **STATE:** _____

PLUS LOAN AMOUNT REQUESTED BY PARENT: \$ _____

SECTION I: INSTRUCTIONS FOR APPLYING FOR A PLUS LOAN

PLUS Loans enable parents with good credit histories to borrow for the educational expenses of each child who is a dependent student. To apply for a PLUS loan, complete the following:

- Complete, sign, date, and return this Parent PLUS Loan Authorization Form to the CVTC Financial Aid Office at the above address;
- Retain a copy of the Form for your records; and
- Complete a PLUS Master Promissory Note on line at: <http://www.cvtc.edu/pages/687.asp>. Select "Fill out your Parent Plus MPN".

Note: We will request this loan at the time your student is awarded his/her financial aid.

SECTION II: BORROWER RELEASE FOR ELECTRONIC TRANSFER OF FUNDS

My signature below authorizes my lender (or servicer) to disburse my loans through Electronic Funds Transfer. I may cancel this authorization (for this or any subsequent disbursements of this loan) by providing the Financial Aid Office at Chippewa Valley Technical College with a written cancellation notice. I understand that the lender (or servicer) of the loan will provide me with a disclosure statement or promissory note addendum that discloses the net disbursement amount. My signature also reaffirms my agreement to repay this loan according to the terms of my promissory note.

PARENT BORROWER'S SIGNATURE: _____ **DATE:** _____

SECTION III: RELEASE OF EXCESS PLUS LOAN PROCEEDS

The proceeds of the PLUS loan funds will be deposited directly into your student's account at CVTC to pay off any institutional charges (including tuition, fees and any other allowable charges) that your student may have. Any remaining funds after all charges have been paid can either go to the student, with your consent, or can be mailed back to you.

Check one of the boxes, below, to indicate whether you want the remaining balance to be released to the student or to be released to you. The remaining balance, if released to the student, can be used to purchase textbooks, supplies, and to cover personal expenses.

- I **authorize** Chippewa Valley Technical College to allow the remaining balance of my PLUS loan to be released to my student.
- I do **not** authorize Chippewa Valley Technical College to allow the remaining balance of my PLUS loan to be released to my student. I would prefer the balance to be forwarded to me. I understand that by choosing this option my student will not be provided means from Chippewa Valley Technical College to purchase books and supplies during the interim in which the excess funds are being delivered to me.

PARENT SIGNATURE: _____ **DATE:** _____

ESTIMATED MAXIMUM PLUS LOAN AMOUNT that can be borrowed: \$_____

SECTION IV: GENERAL INFORMATION ABOUT PLUS LOANS

What is the maximum PLUS loan amount that can be borrowed?

The maximum PLUS loan amount is equal to the student's cost of education (budget/cost of attendance) minus other financial aid and resources such as scholarships.

Example: The budget (cost of attendance) for the student is \$11,788. Other financial aid is \$3,500. The difference of \$8,288 is the amount that can be borrowed in a PLUS loan.

Can both a parent and step-parent of a dependent student apply for a PLUS loan for that student?

Any two eligible parents may borrow separately to provide for the educational expenses of the student, provided the combined borrowing of the parents does not exceed the cost of attendance minus financial aid and resources. To obtain a PLUS loan, eligible parents include the student's natural or adoptive mother or father. The spouse of a parent who remarried is also eligible to borrow a PLUS loan if the spouse's income and assets were taken into account when calculating the student's expected family contribution.

What is the interest rate?

The interest rate effective July 1, 2008 – June 30, 2009, is 8.5%. Current interest rates can be found at <http://www.cvtc.edu/pages/322.asp>.

When does repayment begin?

Repayment of the PLUS loan **begins sixty (60) days after the loan is fully disbursed**. A repayment schedule will be established by the servicer of the loan with a standard monthly payment amount over a repayment period of at least five (5) years and not more than ten (10) years. There are no prepayment penalties. A parent can contact their lender to request that the loan repayment be deferred if the parent or student is enrolled in school as a half time student. If payment is deferred, interest will still accrue on the loan.

Return the completed and signed Parent Plus Loan Authorization Form to the CVTC Financial Aid Office at the address listed above.