

Eligibility

Student must:

- Be fully admitted and seeking a degree through ISU.
- Be enrolled at least half – time (5 credit hours) when the loan is disbursed.
- Student must be either U.S. Citizens or eligible non-citizens (as defined by federal financial aid regulation)
- Must not be in default on an educational loan or owe an overpayment on a federal education grant, or other federal debt, or you have made satisfactory arrangements to repay that debt
- Maintain Satisfactory Academic Progress.
- Must complete the Free Application for Federal Student Aid (FAFSA), available online at www.fafsa.ed.gov

How Much Can You Borrow?

A student may borrow the cost of attendance minus any financial aid (e.g., grants, scholarships, work-study, federal student loans) the student is already receiving for the school year.

What Are The Interest Rates and Fees

The Interest Rate is fixed at 7.9%.

Loan fee is 4% with front end 1.5% rebate. If student fails to make 12 consecutive loan payments on time, loan fee will revert to 4%.

Repayment Information

Loans are automatically placed into in-school deferment based on at least half-time enrollment (The first payment will begin 45 days after the deferment date ends)

How to Apply for a Federal Direct Graduate PLUS Loan

1. File the 2009-2010 Free Application for Federal Student Aid (FAFSA)

You can file the FAFSA at www.fafsa.ed.gov . All requested documents will need to be submitted to the Financial Aid Office.

2. Complete the Federal Direct Graduate PLUS Loan Application

The Federal Direct Graduate Plus Loan Request Form must be completed and signed.

3. Complete the Graduate PLUS Master Promissory Note (MPN)

Complete the online Master Promissory Note (MPN) for Parent PLUS Loans at www.dlenote.ed.gov.

4. Complete Federal PLUS for Graduate and Professional Student Loan Entrance Counseling

Complete the on line Entrance Counseling Session on-line at www.dl.ed.gov

5. Receive Approval/Denial

You will receive notification directly from the U.S Department of Education on your approval/denial.

6. Funds disbursed to your student's account

If your loan application is approved **and** the Master Promissory Note (MPN) is completed, loan funds are sent directly to Indiana State University from the U. S. Department of Education and credited directly to your student's account.

If you apply for a full academic year loan, half of the amount you apply for is disbursed at the start of the fall semester and the other half at the start of the spring semester.

Funds will first cover any allowable charges on the student's account. Any excess funds will be refunded to the borrower.