2015-16 Federal Parent PLUS Loan Application Guide

PLUS loan basics

Federal PLUS Loans are credit based. The student must have a FAFSA on file and the parent applying must have an FSA ID. The 2015-16 Award Year includes the Fall 2015, Winter 2016 and Spring-Summer 2016 semesters. Loans first disbursed 7/1/2015 - 6/30/2016 will have a fixed interest rate of 7.21%, which begins at disbursement.

PLUS loan application steps

1. The parent must login to studentloans.gov with the parent FSA ID.
2. Choose, “Request a Direct PLUS Loan”
3. Choose, “Parent PLUS”
4. Begin the 4 step application process
   - Step 1 – Enter your student’s name, social security number and date of birth.
   - Step 2 – Select the school and indicate your loan amount
     - Select “Wayne State University.” Our school branch code is G002329.
     - Only borrow what you need. Calculate your budget and repayment amount. If you select “maximum amount,” the loan will be processed for the maximum amount possible.
   - Step 3 – Review the application
   - Step 4 – Authorize the credit check and submit the application
     - If the credit is approved, it will be sent to Wayne State University for processing. Your credit check will be valid for 180 days.
     - Under “What You Need,” select the name of the student and complete a Master Promissory Note.

If your credit is denied, you will be given four options:

I will not pursue a PLUS loan at this time

Choose this option if you would like your student to be offered additional unsubsidized loan dollars. The student will need to accept this new loan in Pipeline.

I will obtain an endorser

Choose this option if you would like to use a co-signer. Your application will be processed after we receive the endorser approval.

I want to appeal the credit decision

Choose this option if you believe the credit check is inaccurate or you can provide updated information about extenuating circumstances.

If you are approved, you may be required to complete additional online PLUS counseling.

Undecided

If you choose undecided, the PLUS loan will not be processed.

You may view your completed PLUS loan Applications by logging into studentloans.gov and under “My Loan Documents,” click on Direct PLUS Loan. A loan fee of 4.292% will be deducted prior to disbursement. Please consider this when you are planning your yearly budget.

3/2015