



Need Assistance?
Contact the Financial Aid Office
1290 North Ave
Cleveland, WI 53015
Toll Free: 1.888.GOTOLTC, ext.
1718
Email: financial.aid@gotoltc.edu
Fax: 920.693.1834

2022-2023 Parent PLUS Loan Authorization Form

Student Name: _____
(Last, First, MI) (Date of Birth) (Student 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: \$ _____ *

*Amount will be divided between terms attending for the 2022-2023 school year. If you wish to receive the maximum amount available for the school year, write in the word "maximum". If you wish to receive a specific amount for the school year, write in that figure. See Section IV for further information on amount determination.

SECTION 1: INSTRUCTIONS FOR APPLYING FOR A PLUS LOAN

PLUS Loans enable a parent with a good credit history to borrow for the educational expenses of a child who is a dependent student. To receive a PLUS loan:

- Complete, sign, date and return this Parent PLUS Loan Authorization Form to the LTC Financial Aid Office;
- Retain a copy of the form for your records; and
- Complete a PLUS Master Promissory Note online at studentloans.gov. Sign in and complete the PLUS loan Request process and endorse the PLUS loan.

SECTION 2: RELEASE OF EXCESS PLUS LOAN PROCEEDS

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

Check one of the boxes below to indicate whether you want the remaining balance to be released to the student or to you.

☐ I **authorize** Lakeshore Technical College to release the remaining balance of my PLUS loan to be released to my student.

☐ I do **not** authorize Lakeshore Technical College to release the remaining balance of my PLUS loan to be released to my student. I understand that by choosing this option, PLUS funds that exceed charges on the student's LTC bill will be mailed to me.

SECTION 3: SIGNATURE FOR PLUS LOAN APPLICATION

I understand that completion of this form does not guarantee a PLUS loan. By returning this application to the LTC Financial Aid Office, I authorize a PLUS loan to be originated and sent to the Direct Loan program, where a credit check will be completed. I further understand that approval or denial of this loan is based solely on my credit history and that notification of the decision will be sent to me from the Federal Direct Loan processors.

I understand that PLUS loan proceeds can only be used to pay for eligible educational expenses which may include the following: tuition and fees, room and board, books and supplies, transportation and other costs associated with attending a postsecondary institution.

I am not in default on a federal student loan or have made satisfactory arrangements to repay it. I do not owe money back on a federal student grant or have made satisfactory arrangements to repay it. The federal government does not hold a judgment lien on any property I own. I will notify the college if I default on a federal student loan.

Parent Signature: _____

Date: _____

SECTION 4: 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 for the student is \$14,080. Other financial aid is \$5,500. The difference of \$8,580 is the maximum 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. Eligible parents include the student's biological or adoptive parents, or a stepparent if the stepparent's income was used when completing the FAFSA.

What is the interest rate?

The interest rate effective July 1, 2022 to June 30, 2023 is 5.30%. Interest rates for loans disbursed on or after July 1, 2022 and before July 1, 2023 will become available closer to July 1, 2021.

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 Department of Education (ED) 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 may contact their Loan Servicer 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:

Attention: LTC Financial Aid Office

1290 North Ave

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