



# Federal Direct Grad PLUS Borrower Confirmation Form 2009-2010

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To apply for the Federal Direct Grad PLUS Loan (for graduate students), the student borrower **MUST** complete, sign, and submit this form to the Office of Financial Aid (OFA). **You must submit a new form each time you borrow through the Grad PLUS program.**

If this is your **first time** applying for the Grad PLUS Loan, you must also submit a Master Promissory Note (MPN), available at <https://dlenote.ed.gov/empn/index.jsp>, to the U.S. Dept. of Education's Loan Processor. First-time Grad PLUS borrowers must also complete Direct Loan Entrance Counseling at [www.dl.ed.gov](http://www.dl.ed.gov).

For more information, see [www.finaid.umich.edu/types\\_of\\_financial\\_aid/loans/federal\\_loans/gradplus.asp](http://www.finaid.umich.edu/types_of_financial_aid/loans/federal_loans/gradplus.asp)

- Printed Name \_\_\_\_\_  
Last First Middle Initial
- Social Security Number \_\_\_\_\_
- UMID Number \_\_\_\_\_
- Date of Birth \_\_\_\_\_
- Email Address \_\_\_\_\_
- Telephone Number \_\_\_\_\_
- How much Grad PLUS Loan would you like to borrow?

**Note:** You will only receive the amount for which you are eligible to borrow (based on the worksheet below) unless you request to borrow less than that amount.

\$ \_\_\_\_\_ (see worksheet below) ◀ - OR - ▶  **The maximum amount I can borrow.\***

\* If you check this box, OFA will determine your maximum loan amount for you. Please note:

- If OFA determines your maximum loan amount before the Fall/Winter 2009-2010 actual tuition rates are set in June 2009, your loan amount will be automatically adjusted after the rates are set. You must check this box for this automatic adjustment to occur.
- OFA will not automatically adjust your loan amount for any other budget adjustments. If you do not check this box, but you wish to have your loan amount adjusted after actual tuition rates are set, you must contact OFA.

## Determining How Much Grad PLUS Loan to Borrow:

Use the worksheet and budget/cost of attendance figures below or information from your financial aid award notice to help you determine the amount of Grad PLUS Loan you may borrow. You may also use the **Wolverine Access Financial Planning Calculators** (<https://wolverineaccess.umich.edu>) to determine your Grad PLUS loan eligibility.

Grad PLUS Eligibility Worksheet		2009-2010 Fall/Winter University of Michigan Estimated Budgets/Costs of Attendance					
The amount of Grad PLUS Loan you may borrow is limited to your <b>cost of attendance minus other financial aid</b> that you are receiving:		Tuition & Fees	Books & Supplies	Room & Board	Personal/Misc.	Total Cost of Attendance	
<b>Cost of Attendance</b> (see figures at right or use the amount on your award notice)		Michigan Residents (In-State)					
\$ _____		Grad	\$16,641	\$1,192	\$11,320	\$4,042	\$33,195
<b>Total of Other Financial Aid You Are Accepting</b> (grants, loans, scholarships, Work-Study)		Nonresidents (Out-of-State)					
- \$ _____		Grad	\$33,355	\$1,192	\$11,320	\$4,042	\$49,909
<b>YOU MAY BORROW UP TO</b>	= \$ _____	<i>Note: If you would like to borrow from the Grad PLUS Loan program for Spring/Summer 2010 (May-August), you must <b>reapply</b> for it. Contact OFA in March 2010 for forms. To determine the amount to borrow for Spring/Summer, see the costs posted on the OFA website (<a href="http://www.finaid.umich.edu/financial_aid_basics/cost.asp">www.finaid.umich.edu/financial_aid_basics/cost.asp</a>). Generally, the cost of attending <b>both</b> the Spring and the Summer half-terms is half the cost of attendance for Fall/Winter.</i>					

- For which term would you like to borrow this amount? (Check only **one**.)  
 Fall term only (September – December)     Winter term only (January – April)     Fall and Winter terms (September – April)  
 Spring term only (May – June)     Summer term only (July – August)     Spring/Summer term (May – August)
- Number of credit hours you will be taking during the term selected in question 8: \_\_\_\_\_
- I completed the Grad PLUS Master Promissory Note (MPN) (**check only one**):  
 online at <https://dlenote.ed.gov/empn/index.jsp>.  
 in paper format and I have enclosed it with this form (*submit the original MPN only – no copies*).
- I have completed Direct Loan Entrance Counseling at [www.dl.ed.gov](http://www.dl.ed.gov):     yes     no
- Signature \_\_\_\_\_ Date \_\_\_\_\_

## Grad PLUS Program Overview:

<b>Program Description</b>	Federal Direct Grad PLUS is a non-need-based federal loan program administered by the University of Michigan.
<b>Borrower</b>	Graduate student
<b>Eligibility Criteria</b>	<p>STUDENT MUST BE:</p> <ul style="list-style-type: none"> <li>• a U.S. citizen or eligible non-U.S. citizen</li> <li>• Not in default on prior educational loans</li> <li>• Enrolled at least half-time in a degree program</li> <li>• Making satisfactory academic progress</li> </ul>
<b>Creditworthiness</b>	<p>An applicant cannot be:</p> <ul style="list-style-type: none"> <li>• 90 days or more delinquent on the repayment of any debt; or</li> <li>• The subject of a default determination, bankruptcy discharge, foreclosure, repossession, tax lien, wage garnishment or write-off of a Title IV debt during the last five years.</li> </ul>
<b>Eligibility Calculation</b>	Cost of attendance minus other aid. You may also use the Wolverine Access Financial Planning Calculators ( <a href="https://wolverineaccess.umich.edu">https://wolverineaccess.umich.edu</a> ) to determine your PLUS Loan eligibility.
<b>Annual Loan Limits</b>	Cost of attendance minus other aid
<b>Fees</b>	2.5% origination fee (4.0% with a 1.5% rebate if first 12 monthly payments are made on time)
<b>Interest Rate</b>	Fixed interest rate of 7.9%
<b>Interest Subsidy</b>	No federal interest subsidy. At the 7.9% rate, interest will be \$79.00 annually for each \$1,000 borrowed.
<b>Repayment Terms</b>	<ul style="list-style-type: none"> <li>• Can opt to pay interest and principal while in school; no penalty if prepaid</li> <li>• Repayment of principal and interest can be deferred while borrower is enrolled at least half-time (borrower must request an in-school deferment).</li> <li>• Multiple repayment options available</li> <li>• Up to 20 year maximum repayment period</li> </ul>
<b>How to Apply</b>	See reverse side or <a href="http://www.finaid.umich.edu/types_of_financial_aid/loans/federal_loans/gradplus.asp">www.finaid.umich.edu/types_of_financial_aid/loans/federal_loans/gradplus.asp</a> .
<b>Loan Consolidation</b>	<p>Federal Grad PLUS loans can be consolidated with other federal loans, which may lower your monthly payments. After disbursement of the loan, see <a href="http://www.dl.ed.gov">www.dl.ed.gov</a> or call (800) 557-7392.</p> <p>For more information, see <a href="http://www.finaid.umich.edu/types_of_financial_aid/loans/consolidate.asp">www.finaid.umich.edu/types_of_financial_aid/loans/consolidate.asp</a>.</p>