Frequently Asked Questions

- **What is a Direct PLUS Loan?**
  Direct Parent PLUS loans are available to parents of dependent undergraduate students enrolled at least half time (6 credit hours) in an eligible program at an eligible school. These are low-interest, unsubsidized loans available to parents to supplement their children’s aid package, up to the school’s cost of attendance.

- **Who can apply?**
  The biological or adoptive parent of a dependent undergraduate or the spouse of the parent whose income and assets were reported on the Free Application for Federal Student Aid (FAFSA). Must be a U.S. Citizen or National or Permanent Resident/Other Eligible Non-Citizen

- **When should I apply?**
  New applications for the Direct Parent Plus Loan should be completed mid-September before the student’s fall term.

- **What is the interest rate on a Direct Parent PLUS Loan?**
  New loans disbursed on or after July 1, 2021 – June 30, 2022 have an interest rate of 6.28%. (Interest rates are updated annually and may differ from the stated amount.)

- **What is the Origination Fee?**
  New loans that originated after October 1, 2021 – September 30, 2022 will have an origination fee of 4.228%. (Origination Fees are updated annually and may differ from the stated amount.)

- **How much can I borrow?**
  Parents are eligible to borrow an amount equal to the cost of attendance minus any other financial aid your student receives. This information can be found on the students Banner Portal (my.okstate.edu).

- **What dates do I use?**
  All applications are for one academic year at most; however, applications may be completed by trimester only and decided by the dates entered. Applications for the full academic year of 2021-2022 should be dated 08/21 through 09/22. The 2122 academic year covers three trimesters: Fall 2021, Spring 2022, Summer 2022.

- **When do I start repaying a PLUS Loan?**
  Generally, repayment must begin within 60 days after the loan is fully disbursed. There is no grace period for these loans. This means interest begins to accumulate at the time the first disbursement is made. Parent PLUS loans aren’t automatically deferred while your child is enrolled in college and for the six-month grace period afterward. You can decide if you wish to begin repayment immediately or defer until after your child graduates or otherwise leaves school.

TO APPLY FOR A PARENT PLUS LOAN, YOU MUST COMPLETE THE FOLLOWING STEPS:

1. Go to www.studentaid.gov website. You MUST use PARENT FSA ID on this site.
2. Sign in using PARENT FSAID, if parent does not have one click create account.
3. Select the “Apply for Aid” then click “Apply for a Parent PLUS Loan” Complete the application.
4. If application is approved, a Master Promissory Note (MPN) for Parent Plus under “Complete Aid Process” must be completed.
5. Should your Parent PLUS application loan be denied, you have the option to appeal the credit decision, obtain an endorser and complete PLUS Credit Counseling or student may be eligible for an additional unsubsidized loan up to $4,000.00 per year.
6. Assistance with the studentaid.gov website, Plus application, MPN, credit decision appeal, loan counseling, endorser addendums as well as general questions please call 1-800-557-7394.