



FEDERAL DIRECT GRAD PLUS LOAN APPLICATION Form F12 BEFORE YOU BEGIN

THE MASTER PROMISSORY NOTE

- ◆ The Federal Direct Loan Program at Cornell University uses an online Master Promissory Note (MPN).
- ◆ In order for the Grad PLUS Loan to be disbursed, a Master Promissory Note (MPN) must be signed. To complete the MPN, please go to the Department Of Education's Federal Direct Loan web site located at studentloans.gov. Your FAFSA PIN is required. If you do not have a valid PIN, please go to the Department of Education PIN site at www.pin.ed.gov to request one.
- ◆ If you are a first-time borrower of a Graduate PLUS Loan at Cornell, you must complete a Direct Loan Entrance Counseling Form. Go to studentloans.gov to complete the form. Please Note: Your FAFSA PIN is required to complete this process. If you do not have a valid PIN, please go to the Department of Education PIN site at www.pin.ed.gov.
- ◆ If you wish to cancel or reduce the amount of your federal direct Grad PLUS loan, you must notify our office in writing at finaid@cornell.edu.

WILLIAM D. FORD DIRECT PLUS LOAN TERMS AND REPAYMENT INFORMATION

TERMS:

This is a credit-based loan. The borrower's data is put through a credit check process by the Direct Loan Servicer. The borrower will be notified of the credit decision.

RATE:

1. The interest rate is 7.9% fixed and interest will begin to accrue once the loan is disbursed.
2. The loan fee is 4 percent of the amount you borrow. The amount will be deducted for required federal fees (origination fees).

OPTIONS IF DENIED:

If the loan is not approved, the borrower has three options:

1. Request a review of the credit check due to inaccurate information on the credit report.
2. Obtain an endorser signature. (Please be aware that the endorser must also pass a credit check).
3. You can notify our office, in writing, that you do not wish to pursue the Grad PLUS Loan further.

If your application is denied, you may consider a private loan, which may require a co-borrower.

REPAYMENT:

Interest begins to accumulate upon the first disbursement. Repayment begins six months after final disbursement for this loan*. You will repay both the principle and the interest that accumulates. You may choose from three repayment options:

1. Standard Repayment – fixed monthly payments of at least \$50 for not more than 10 years.
2. Extended Repayment – fixed monthly payments of at least \$50, the number of years of repayment will vary depending upon the total loan amount due, but may not exceed 30 years.
3. Graduated Repayment – monthly payments graduate to a higher level twice over the years of repayment; the number of years of repayment varies depending upon the total loan amount due but may not exceed 30 years.

*A student enrolled at least half-time is eligible for in-school deferment (You must request an in-school deferment by contacting the Direct Loan Servicing Center).

FOR MORE INFORMATION ABOUT REPAYMENT:

The Federal Direct Loan is repaid to the U.S. Department of Education via loan servicer under contract to the Department. The U.S. Department of Education can be contacted at 1-800-848-0979 or www.nslds.ed.gov.



Cornell University
Graduate School

203 Day Hall
Ithaca, NY 14853-2602

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INSTRUCTIONS

- Read the back of this form carefully before completing it.
All information (excluding signatures) should be printed or typed.
Please submit the completed form to The Office of Financial Aid and Student Employment, 203 Day Hall, or fax (607)255-6329.
If you have questions, please call the Loans Office at (607) 255-5145 or email finaid@cornell.edu.

BIOGRAPHICAL INFORMATION

Form fields for biographical information including Cornell ID number, E-mail address, NetID, Last name, First name, Middle initial, Date of birth, Current address, Current phone number, Academic program, Degree expected, and Expected graduation date.

LOAN INFORMATION

Total amount requested \$
(You may request an additional 4% to cover the origination fee included in the loan.)

Loan period:

- Academic Year fall/spring 20__ to 20__
Fall only 20__
Spring Only 20__
Summer Only 20__

STUDENT SIGNATURE

I consent to the U.S. Department of Education, Cornell University, and its agent's permission to obtain a report of my credit record and to use the information from that report in determining whether to make a Direct Grad PLUS loan to me. I understand that I will be notified in writing of the results of the credit check with respect to my loan application.

By signing this form, I acknowledge that I have read this form in its entirety and that the information I have provided is true and correct to the best of my knowledge.

Student signature Date

Graduate School use only: Amount processed Origination fee