

PARENT LOAN TYPE COMPARISON

	PLUS	PRIVATE
ORIGINATION FEE RESULTS IN REDUCED NET DISBURSEMENT ¹	YES!	NO
DECISION BASED ON CREDIT SCORE	NO	YES!
DECISION BASED ON ADVERSE CREDIT HISTORY	YES!	NO
BORROWER MUST SIGN MPN	YES!	YES!
IF DENIED, STUDENT ELIGIBILITY INCREASES ²	YES!	NO
DENIED APPLICATIONS CAN GET ENDORSER/COSIGNER	YES!	YES!
DISBURSEMENT DELAYED UNTIL AFTER RIGHT TO CANCEL PERIOD	NO	YES!
DISBURSEMENT STARTS RIGHT TO CANCEL PERIOD	YES!	NO
INTEREST RATE IS BASED ON CREDIT SCORE	NO	YES!
INTEREST RATE IS ALWAYS FIXED	YES!	NO
INTEREST ACCRUES UPON DISBURSEMENT	YES!	YES!
DOES NOT REQUIRE AT LEAST HALF-TIME ENROLLMENT	NO	YES!
CERTIFICATION OF LOAN REQUIRED	YES!	YES!
BORROWER MUST BE U.S. CITIZEN or ELIGIBLE NON-CITIZEN	YES!	NO
CANNOT EXCEED COST OF ATTENDANCE BUDGET	YES!	YES!
FAFSA REQUIRED ³	YES!	NO ³
ENROLLED IN DEGREE SEEKING PROGRAM	YES!	YES!
FAFSA VERIFICATION MUST BE COMPLETED	YES!	NO
SATISFACTORY ACADEMIC PROGRESS REQUIRED	YES!	YES!
BORROWER MUST BE BIO, ADOPTED OR STEP PARENT ⁴	YES!	NO
LOAN CAN BE CONSOLIDATED	YES!	YES!
LOAN CAN BE FORGIVEN	NO	NO
LOAN CAN BE DEFERRED	YES!	YES!
LOAN CAN BE IN STUDENT'S NAME	NO	YES!
REFUND OPTION TO STUDENT OR PARENT ⁵	YES!	NO
LOAN CAN PAY PAST DUE BALANCES	NO	YES!
BALANCE MUST BE PAID BEFORE REFUND IS ISSUED	YES!	YES!
ONLY FOR DEPENDENT STUDENTS	YES!	NO
VARIOUS REPAYMENT OPTIONS	YES!	NO
MINIMUM LOAN AMOUNT REQUIRED ⁶	NO	YES!

¹ PLUS loans have origination fee is 4.2% (approx \$40/per 1,000 (ex \$5,000 loan, \$4,788 disburses)

² PLUS denial increases student eligibility: FR/SO additional \$4,000/yr, JR/SR additional \$5,000/yr

³ NJClass does require FAFSA be completed

⁴ Step-parent must be married to custodial parent and both of their incomes reported on FAFSA

⁵ Refunds to parents mailed to address listed on PLUS application. Direct Deposit is not an option for parent refunds

⁶ Varies by lender (the average minimum is \$1,000)