



St. John's University
Office of Student Financial Services
Federal Direct PLUS Loan Process 2025-2026

Applications for Federal Direct PLUS loans are processed online through the U.S. Department of Education website at <https://studentaid.gov>. The Department serves as the lender.

- Before applying the student (child) must have a valid 2025-26 FAFSA on file.
- The parent borrower must sign in to the website using their Federal Student Aid FSA User ID.
- Once signed in, the borrower must click on "Request a PLUS Loan" to begin.

PLUS PROCESS CONSISTS OF FOUR STEPS:

Step 1: Personal Information: Personal information of the parent borrower.

Step 2: Student & Loan Info:

- Select **2025-2026** as the Award Year.
- **Parent PLUS borrowers** must enter the information of the student for whom the loan is for.
- Select "**NEW YORK**" as the School State and "**SAINT JOHN'S UNIVERSITY**" as the school name.
- Enter a requested loan amount.
 - The borrower enters a specific amount to borrow for the school year or may elect to borrow the maximum amount for which they are eligible. **The maximum amount the PLUS borrower may request is the cost of attendance minus all other financial aid received.**
 - The amount the borrower chooses to apply for will not affect the result of the application. *When choosing an amount, the borrower should borrow only what is really needed and remember that loans must be repaid.*
 - If the borrower later determines that they do not need the entire amount applied for, they may cancel or reduce an un-disbursed loan at any time prior to disbursement by completing and submitting a St. John's Loan Change Form available at www.stjohns.edu/services/financial.
 - **A disbursed Federal Direct PLUS loan may be cancelled or reduced within thirty days of the date of disbursement.**

Step 3: Review Application

Step 4: Credit Check & Submit: Authorize the review of credit history and submit the application.

Please note: the credit check is traditionally valid for 180 days; therefore, you should not apply for a loan before May 1st.

When will the borrower be notified of the result of the application and credit check?

- The borrower will be notified **immediately** of the result.
- If approved, the borrower will be directed to complete a **Master Promissory Note (MPN)** if a Federal Direct PLUS MPN has not been completed previously.

What are the options for the Parent PLUS borrower denied for a Federal Direct PLUS loan?

- Parent borrowers can opt for additional unsubsidized loan eligibility for the student.
- Parent borrowers can opt to provide documentation of extenuating circumstances and appeal the decision.
- Parent PLUS loan borrower can opt to obtain an endorser with a more favorable credit history to act as a co-signor. The endorser must complete a process, similar to the original application, either online or through the mail. The online process requires that the endorser have a FSA ID. The borrower who has been denied will automatically be mailed a paper Endorser Package. Both processes require that the endorser know the Loan Reference ID which will be provided to the denied borrower via email or can be viewed by the denied borrower when signed onto <https://studentaid.gov>.
- *Please note: There is now a regulatory provision that requires special loan counseling for any PLUS Loan applicant who has an adverse credit history but who qualifies for a PLUS Loan through the process for reconsideration due to extenuating circumstances **or** by obtaining an endorser for the loan. If you are required to complete this special loan counseling you will be notified by the US Department of Education and directed to the student loans website at <https://studentaid.gov>. Any PLUS Loan with this requirement **cannot** be processed until counseling is completed.*

How will the student receive the loan funds?

- Once an application has been approved and a MPN has been properly completed, the student will be given credit by St. John's for the amount approved for disbursement less all applicable fees.
- The approved amount will automatically be split equally between the fall and spring semesters.
- Funds will be disbursed by the federal government to the student's St. John's account at the beginning of each semester according to the disbursement schedule set by St. John's.

What is the interest rate on federal loans?

The interest rate for all federal PLUS loans disbursed on or after July 1, 2025 will be calculated annually by the federal government. Visit: <https://studentaid.gov/announcements-events/interest-rates-for-new-direct-loans>

What fees, if any, are associated with these loans?

An origination fee is assessed and deducted prior to loan disbursement. Origination fees are determined by the U.S. Department of Education. Since the origination fee is deducted before the federal government disburses the loan to St. John's, the amount credited to the student's account will be less than the loan amount borrowed.

To learn more about various federal loan programs, debt management and to view sample repayment plans please visit:

For more information please visit the following websites:

www.stjohns.edu/financialaid

<https://studentaid.gov/manage-loans/repayment>

<https://www.mymoney.gov>