

TYPES OF DIRECT LOANS OFFERED

Direct Subsidized Loans: This type of loan is awarded to eligible undergraduate students with financial need. While in authorized periods of deferment, enrolled half time, and during grace periods, a student is not charged interest.

A borrower cannot receive more than 150% of the length of the current academic program (ex: 2 year degree is 3 years maximum for subsidized usage).

Direct Unsubsidized Loans: This type of loan does not require financial need and is awarded to eligible undergraduate and graduate students. A student may be eligible for both a subsidized and unsubsidized direct loan. The borrower is responsible for interest accrued during all periods.

Direct Parent PLUS Loans: This type of loan is available to parents of dependent, undergraduate students. Both the parent and dependent undergraduate student must be U.S. citizens or eligible non-citizens. To apply, an application must be completed at [Parent PLUS Application](#).

The amount borrowed cannot exceed the student's cost of attendance. Approved funds will release to the student's school account, then released to either the parent or the student; depending on the payee designated on the application. The borrower, Parent, is required to complete a Loan Agreement for a PLUS loan (MPN). Before a plus loan application can be reviewed, the student must complete the Free Application for Federal Student Aid (FAFSA) application for the academic year requested.

When completing the parent plus application all information must match the student's actual enrollment, if any information is incorrect the parent will be required to complete a new form. Parent PLUS applications cannot be modified once submitted.

Private Loans: Central Texas College's Financial Aid Department does not work with private lenders.

Things to know:

If your parent is ineligible for a parent plus loan the student may be eligible to receive additional unsubsidized funds. Contact your Central Texas College's Financial Aid Loan Officer today for more details.

Unable to get parent information to complete your FAFSA application? You may be eligible to apply for an Unsubsidized Direct Loan. Contact your Central Texas College's Financial Aid Loan Officer today for more details.

Direct loans cannot exceed a student's cost of attendance.