

Submitting Changes to Interest Rebate Amounts or Percentages for Direct PLUS Loan Awards
Attachment to April 2012 Electronic Announcement

The table below reflects the origination fee and up-front interest rebate percentages based on the earliest disbursement date for a Direct PLUS Loan award. **Note:** The origination fee percentages are not changing.

Origination Fee and Interest Rebate Percentages for Direct PLUS Loans	If the award's earliest disbursement date is...	...the origination fee is...	...and the up-front interest rebate is...
	before July 1, 2012	4.0%	1.5%
	On or after July 1, 2012	4.0%	0%

If a school needs to change the interest rebate percentage or amount for an award, it should complete the following actions:

For Direct PLUS Loan awards ***with only anticipated disbursements.***

Step 1: Reduce the award amount and anticipated disbursements to \$0 to inactivate the original award.

Wait for an accepted acknowledgement.

Step 2: ***Submit a new award*** that includes all of the following information:

- The interest rebate amount and an interest rebate percentage that corresponds to the interest rebate percentage period;
- An earliest disbursement date that corresponds to the interest rebate percentage period; and
- The award amount and appropriate disbursement amount(s).

NOTE: If the credit check on file is more than 90 days in the past, a new credit check will be completed when the new award is processed. In addition, if the Direct PLUS Loan has an endorser, the borrower will need to complete a new Master Promissory Note and the endorser will need to complete a new Endorser Addendum.

For Direct PLUS Loan awards ***with at least one actual disbursement.***

Step 1: Reduce the disbursement amount(s) to \$0 to inactivate the disbursement(s).

Wait for an accepted acknowledgement.

Step 2: Reduce the award amount to \$0 to inactivate the original award.

Wait for an accepted acknowledgement.

Step 3: ***Submit a new award*** that includes all of the following information:

- The interest rebate amount and an interest rebate percentage that corresponds to the interest rebate percentage period;
- An earliest disbursement date that corresponds to the interest rebate percentage period; and
- The award amount and appropriate disbursement amount(s).

NOTE: If the credit check on file is more than 90 days in the past, a new credit check will be completed when the new award is processed. In addition, if the Direct PLUS Loan has an endorser, the borrower will need to complete a new Master Promissory Note and the endorser will need to complete a new Endorser Addendum.