Graduate PLUS Loans

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General Information

GradPLUS loans are federal loans that graduate students can borrow to assist in paying for educational expenses. All requests for GradPLUS loans must be submitted electronically through the Studentloans.gov website. A credit check is performed by the U.S. Department of Education upon submission of the PLUS loan request. Credit decisions of the borrower are valid for 180 days. The U.S. Department of Education is the lender and the maximum loan amount is limited by the student’s cost of attendance, which is determined by the school minus other financial aid. Interest is charged during all periods beginning on the day the loan first disburses, but there is an option to defer payments until six months after the student ceases at least half time enrollment. The interest rate for the PLUS loan and the origination fee are subject to change each year. You may check http://studentaid.gov/interest for the most accurate interest rate and origination fee.

Student Eligibility Requirements

☐ You must be a graduate or professional student or a dependent undergraduate student.

☐ You must complete a FAFSA.

☐ You must be enrolled at least half time (6 hours).

☐ You must meet Satisfactory Academic Progress Requirements.

☐ You must not be in default on any federal student loans.

☐ You must not have received an overpayment of any federal grant.

☐ You must meet all general eligibility requirements.

☐ You, the graduate or professional student, must not have adverse credit.
How to Apply

1. To complete a Direct PLUS Request, you must have a FSA ID login to Studentloans.gov. If you do not have one, you may create an FSA ID by visiting https://fsaid.ed.gov.
2. After you have a valid FSA ID, login to Studentloans.gov.
3. Select the option to Apply for a Direct PLUS Loan.

4. Select the type of Direct PLUS Loan Request you would like to preview or complete.

5. Complete steps 1–4 of the Direct PLUS Request. After you have submitted your application, you will receive a response if you were approved or denied.

Note: The credit decision could take up to 48 hours before the school receives it and an additional three business days before it is available for use. During peak times, July and August, the review of the GradPLUS loan may take longer to be processed due to larger volume.
After the Credit Decision

There are only three credit decision responses that will be provided: approved, denied, or pending.

An approved credit decision means that the loan has met the minimum requirements with the credit check, but now the school has to confirm the eligibility of the student and borrower. The borrower should complete the Master Promissory Note on Studentloans.gov. If the borrower is a graduate or professional student and has never borrowed loans before, graduate entrance counseling must also be completed on Studentloans.gov.

A denied credit decision means that the minimum requirements with the credit check have not been met but the borrower does have options. GradPLUS applicants who have been denied have two options: appeal the decision or obtain an endorser.

A pending credit decision means that no decision could be made because there is a problem with the borrower identifiable information within the application process. For these credit decisions, the borrower should contact Applicant Services at 1-800-557-7394 for further information.

After the credit decision is made, the loan request is sent to the financial aid office for review. After we receive the loan request, a message will display on the student’s Self Service Carolina account that our office has received the GradPLUS application.
Appealing the Credit Decision

If you have received an adverse credit decision, you may still be eligible to receive a PLUS Loan. To do so, you must document to the U.S. Department of Education that the information that resulted in the adverse credit decision is incorrect, or that there are extenuating circumstances.

The borrower must also complete **PLUS Credit Counseling**, an additional counseling that provides valuable information about responsible borrowing. This counseling is available on Studentloans.gov under the PLUS Loan Process.

After you submit your request to document extenuating circumstances, Applicant Services will contact you. The determination could be provided within 7-10 business days. Once the credit decision has been overturned and approved, the school will be sent the information for review.

For any questions concerning how to appeal, contact Applicant Services at 1-800-557-7394.

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Obtaining an Endorser

A borrower can still obtain a GradPLUS loan with an adverse credit history if an endorser is obtained. The endorser cannot have adverse credit history. The endorser is responsible for repaying the loan if the borrower does not and is subject to the same penalties as the borrower. For an endorser to cosign the loan, they must sign an endorser addendum electronically via Studentloans.gov. The borrower will need to complete the PLUS counseling on Studentloans.gov.

The endorser will need the following:

- FSA ID
- Borrower’s Last Name and either the Endorser Code or the Award ID
- Personal and Employer information
- School Name
- Reference information for two people with different U.S. addresses who you have known for at least 3 years. (The Direct PLUS borrower or the dependent undergraduate student cannot be used as a reference).

Once the endorser is approved, the information will be sent to the school for review.

*Note: The credit decision could take up to 48 hours before the school receives it and an additional three business days before it is available for use. During peak times, July and August, the review of the PLUS loan may take longer to be processed due to larger volume.*

Disbursement of Funds

After university charges have been paid, the GradPLUS funds will be disbursed to the student. For updates to the loan, contact the financial aid office.
Contact Us

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