

Important Federal Loan Changes in 2026

Significant updates to federal student loan programs have been enacted through the One Big Beautiful Bill Act (OBBBA). These changes will impact how South Baylo University graduate students finance their education **beginning July 1, 2026**.

The information below reflects the most current federal guidance but may be updated as additional details become available. We will continue to share new information as it is released.

All South Baylo University students are considered **Graduate students** under these federal changes.

Key Changes

1. Graduate PLUS Loan Program Discontinued

Beginning July 1, 2026, the Federal Graduate PLUS Loan program will no longer be available for new borrowers.

2. New Loan Limits for New Borrowers After June 30, 2026

Annual and aggregate federal loan limits will change for borrowers whose first loan is disbursed after June 30, 2026. Additional details will be provided as federal guidance is released.

3. Loan Amounts Prorated Based on Enrollment Status

Starting July 1, 2026, new borrowers enrolled less than full-time will only be eligible to borrow loan amounts proportional to their enrollment level. More information from the U.S. Department of Education is forthcoming.

For more detailed NASFAA federal information, please refer to the link below:

https://www.nasfaa.org/uploads/documents/Federal_Student_Aid_Change_OB3.pdf

If you need detailed guidance or have questions about how these changes may affect your financial aid, please contact the Financial Aid Office.