



North Hennepin
Community College

Perkins Loan Application 2013-2014

1. Complete both pages of the following **Perkins Loan Application**.
2. Complete Perkins Loan counseling online at: www.MappingYourFuture.org.
3. You will need to sign a Perkins promissory note. The Accounting and Fees Office will send you a letter after the drop/add period for the term that tells you when the promissory note is available to sign.

This information is used by the MnSCU Student Loan Service Center to recover outstanding debts.

Name _____ Social Security Number _____
 Student ID _____ Phone _____
 Address _____ City/State/Zip Code _____
 Date of Birth _____ Driver's License/State _____
 Email Address _____ Financial Institution/Bank Name _____
 Employer _____ Work Phone _____
 Employer Address _____

Each person that you list as a reference must reside at a different address. Address information must be complete. Do not omit any item. Incomplete applications will be returned to you to complete and will delay the processing of your application.

List two references (parent/guardian, spouse or other relatives):

Name of Reference and Relationship	Address (Street, City, State, Zip)	Telephone	Employer

List two additional references:

Name of Reference and Relationship	Address (Street, City, State, Zip)	Telephone	Employer
1.			
2.			

List the amount you are requesting per term: Fall \$ _____ Spring \$ _____ Summer \$ _____

- The loan limit is \$2000 per year with a maximum term amount of \$1000.
- You must sign a promissory note in the Accounting & Fees Office at the time of each disbursement.

The information provided above is accurate and that there is no intent to defraud or misinform.

Student Signature

Date

**FEDERAL PERKINS LOAN PROGRAM
STATEMENT OF RIGHTS AND RESPONSIBILITIES**

Your Federal Perkins Loan is a serious legal obligation. This loan may be used only for educational expenses and must be repaid. Therefore, it is extremely important that you understand your rights and responsibilities. When you, the student borrower, sign this statement, it means that you do understand your responsibilities and you agree to honor them. Information you give may be used to contact you at a later date.

1. I understand that I must, without exception, advise the College, University or **Campus Service Cooperative** of any changes in my name, address, social security number, telephone or cell number, email address, drivers license number and reference information.
2. I understand that receipt of a loan will affect my eligibility for other student aid. It may be beneficial to determine first my eligibility for grants, work-study funds and other forms of student assistance. Before receiving a Federal Perkins Loan, I must receive a determination of my Pell Grant eligibility.
3. I understand that when I graduate, transfer, withdraw or drop below half-time status, I must notify the **Campus Service Cooperative**.
4. I understand that my loan will be reported to the Credit Bureau while I am a student as well as during the full repayment period.
5. I understand that the **ANNUAL PERCENTAGE RATE** of 5% will be the **FINANCE CHARGE** based on the unpaid balance and that it will begin to accrue **9 months** after I cease to be enrolled at least half-time if I have a Perkins Loan
6. I understand that repayment period begins **TEN MONTHS** after I cease to be at least a half-time student if I obtain a Perkins Loan. no interest will accrue during this Grace Period.
7. I understand that the minimum monthly payment will be at least \$40.00 for loans up to \$3775.00. Loans \$3776.00 and greater will have a minimum payment of: $\text{amount of the loan} \times .01060655$.
8. I understand that repayment will be made in accordance with the terms and conditions stipulated in the **PROMISSORY NOTE**. I also understand that I may prepay any or my entire loan at any time without penalty.
9. I understand that if I fail to fulfill my loan obligation, all College or University records may be withheld including academic transcript and diploma.
10. I understand that private financial institutions offer a student loan consolidation program. This service permits borrowers to reduce monthly payments and pay only one lender for all their loans. Borrowers who consider consolidation should carefully investigate the program offered by their financial institution. Consolidation lowers monthly payments, but increases the total loan repayment amount because of a longer repayment period and higher interest rates. **Perkins entitlements will be lost if consolidated.**
11. The Department of Defense has repayment programs for Perkins loans.
12. I understand that my Federal Perkins Student Loan will be considered in default if: I do not make a scheduled payment when due under the repayment schedule established by the **Campus Service Cooperative**, and I do not submit on or before the payment due date, documentation that I qualify for a deferment, cancellation or forbearance request. I understand that if I default, the total loan plus interest and late charges (not to exceed 20% of monthly installment) which have accrued may become due and payable immediately and legal action could be taken against me including collection by a collection agency. I understand that I may then be assessed all reasonable costs of collection and fees. I also understand that my Minnesota state tax refund may be withheld.
13. I understand that if I cannot pay on time, I must contact the **Campus Service Cooperative** to make arrangements.
14. I authorize the **Campus Service Cooperative** to release my current and previous loan status to potential credit inquiries. I also authorize the school and the **Campus Service Cooperative** to contact any institution which I may attend, to obtain information concerning my student status, my year of study, my dates of attendance, graduation or withdrawal, my transfer to another school, or my current address.
15. I understand that I will promptly answer any communication from the school and the **Campus Service Cooperative** regarding the loan.
16. I understand that the maximum amount an eligible student may borrow is \$5,500 per award year for a student who has not successfully completed a program of undergraduate education or \$8,000 per award year for a graduate or professional student. The maximum aggregate amount an eligible student may now borrow is: (1) \$27,500 for an undergraduate student who has completed two academic years and is pursuing a bachelor's degree; (2) \$60,000 for a graduate or professional student, including loans borrowed as an undergraduate student; and (3) \$11,000 for any student who has not completed two academic years of undergraduate work.
17. I understand that I may request rehabilitation of my loan which consists of 9 consecutive, on-time monthly payments as determined by the **Campus Service Cooperative**. Completion of this will remove my loan from default, allow me to receive additional Title IV student aid, clear my credit bureau history and re-establish my balance of benefits. I understand I may rehabilitate my loan only one time.
18. I understand if I dispute the terms of my loan in writing and the institution or the **Campus Service Cooperative** does not resolve the dispute, I may contact the Student Loan Ombudsman. The phone number is (877) 557-2575 or www.ombudsman.ed.gov. E-Mail: fsaombudsmanoffice@ed.gov
19. I understand that I may go to <http://www.nslsds.ed.gov> to review my Title IV loan information in the National Student Loan Data system.

PLEASE SEND PAYMENTS TO: **ECSI, 181 Montour Run Road, Coraopolis, PA 15108** website: <http://www.ecsi.net/>
PLEASE REFER ALL CORRESPONDENCE AND QUESTIONS TO:
Minnesota State Colleges and Universities Campus Service Cooperative, 1312 Harmon Place, Mpls, Mn 55403-1925
Tel: 612.548.2050 Fax: 612.341.7301 Email: loans@csu.mnscu.edu Website: www.slsc.mnscu.edu

THIS IS A LOAN WHICH I MUST REPAY. I ATTEST THAT I HAVE READ AND UNDERSTAND THE RESPONSIBILITIES AND OPTIONS AVAILABLE TO ME, AND THAT I WILL ADHERE TO THEM.

Signature: _____

Date: _____

Address: _____

City/State/ZIP: _____

Email: _____

Phone/Cell: _____

FEDERAL PERKINS LOAN INFORMATION SHEET

1. PERKINS LOAN PROGRAM

This program previously called the National Defense/Direct Student Loan Program was developed by the U.S. Congress in 1958 as a revolving fund for students in need of financial aid. The money that you repay will be directly circulated back into future loans. The approval of this loan is an expression of confidence in the potential of a student. It is assumed that the borrower fully understands this responsibility and when payments are due on the loan, will promptly respond. The continuation and success of this loan program is dependent upon payment of outstanding loans.

2. REPAYMENT

Regular monthly payments are at the rate of \$40.00. Since the maximum time allowed to repay the loan is 10 years, larger loans will require monthly payments in excess of \$30.00/\$40.00. Since the minimum monthly payment is \$40.00, smaller loans will be repaid in less than 10 years. All payments are applied first to collection costs, then to late charges, accrued interest and any remaining amount to the loan principal. The borrower may, without penalty, prepay all or any part of the loan principal and accrued interest at any time. **The status of your loans will be reported to Trans Union and Equifax Credit Bureaus monthly from the date of disbursement.**

ECSI HAS BEEN CONTRACTED TO SEND BILLS AND PROCESS LOAN PAYMENTS FOR Minnesota State Colleges and Universities.

SEND PAYMENTS TO: ECSI, 181 Montour Run Road, Coraopolis, PA 51508 website: <http://www.ecsi.net/>

PLEASE REFER ALL CORRESPONDENCE AND QUESTIONS TO:

Minnesota State Colleges and Universities, Campus Service Cooperative, Student Loan Service Center
1312 Harmon Place, Minneapolis, MN 55403-1925

Tel: (612) 548-2050 Fax: (612) 341-7301 Email: loans@csu.mnscu.edu Website: www.slsc.mnscu.edu

3. INTEREST

Simple interest at the rate stated on your Promissory Note and Repayment Schedule is charged on the unpaid balance of the loan beginning at the expiration of the grace period. (Please refer to your Promissory Note and your Repayment Schedule for specific dates.) Interest charges may be canceled or waived ONLY under certain circumstances as explained in items 4 and 5.

4. CANCELLATIONS

A percentage of the loan **may** be canceled if the borrower meets the eligibility requirements. Properly executed and certified forms **MUST** be submitted at least once each year to the Service Center in order to obtain cancellation. Please contact the Student Loan Service Center if you have questions.

- A. Member of the armed forces who served in an area of hostility, at the rate of 15% for the 1st and 2nd years of service; 20% for the 3rd and 4th years of service ; and 30% for the 5th year of service.
- B. Total and permanent disability or death of the borrower.
- C. Full-time employment in Head Start Program.
- D. Full-time special education teacher, including teacher of infants, toddlers, children or youth with disabilities
- E. Full-time teacher of math, science, foreign languages, bilingual education, or any field of expertise determined by the state education agency to have a shortage of qualified teachers.
- F. Full-time law enforcement or correction officer.
- G. Provider of early intervention services in a public or nonprofit program under public supervision.
- H. Full-time Nurse or Medical Technician providing health care services.
- I. Peace Corps or ACTION programs volunteer.
- J. Full-time staff members in a prekindergarten or child care program that is licensed or regulated by the state.
- K. Full-time public defenders.
- L. Full-time faculty members at a tribally controlled university.
- M. Librarians with a master's degree in library science who are employed in a school served under Title I of the ESEA, or a public library serving a Title I school.
- N. Full-time speech language pathologists with a master's degree working exclusively in Title I schools.
- O. Full-time firefighters

5. DEFERMENT PRIVILEGES (Please refer to your promissory note to see if you are eligible)

Interest will not accrue and loan payments need not be made during any period of eligible deferment as listed below. It is the borrower's responsibility to notify the Student Loan Service Center. Deferments are not granted in advance. Deferment is granted at the end of an eligible period of deferment, filed annually, upon receipt of a properly completed and certified deferment form.

- A. Enrolled and in attendance as a regular student in at least a half-time course of study at an eligible institution.

****EFFECTIVE 10-7-1998 ALL PERKINS LOANS ARE ELIGIBLE FOR THE FOLLOWING:

- A. Enrolled and in attendance as a regular student in a course of study that is part of a graduate fellowship program approved by the Secretary.
- B. Engaged in graduate or postgraduate fellowship-supported study (such as a Fulbright grant) outside the United States.
- C. Enrolled and in attendance in a course of study that is part of a rehabilitation training program for disabled individuals approved by the Secretary.
- D. For any period that a borrower is engaged in service in 4. F,G,H,I,J,K,L.
- E. For a period not to exceed three (3) years during which-
 1. The borrower is seeking and unable to find full-time employment, or
 2. For any reason the Institution determines has caused or will cause the borrower to have an economic hardship.

Deferment provisions that apply to loans obtained after 7-1-87 and prior to 7-1-93 are:

- A. For a maximum period of 36 months when the borrower:
 1. Is serving on a full time active duty in the Armed Forces of the United States.
 2. Is a full-time volunteer in the Peace Corps or Vista.
 3. Is a full-time volunteer in a tax-exempt organization performing service comparable to that performed by the Peace Corps or ACTION agency volunteers.
 4. Is temporarily totally disabled or caring for a temporarily totally disabled spouse/dependent.
 5. Is an officer in the Commissioned Corps of the United States Public Health Service.
 6. Is an active duty member of the National Oceanic and Atmospheric Administration Corp.
- B. For a maximum of 24 months when the borrower is serving in an internship which is required in order to receive professional recognition to begin any professional practice or service.
- C. For a maximum of 24 months when the borrower, as a mother of preschool children, enters or re-enters the work force at a pay rate which does not exceed \$1.00 above the minimum wage.
- D. For a maximum of 6 months when the borrower is pregnant, caring for a newborn baby, or is caring for an adopted child immediately after placement **and** is not attending school nor gainfully employed during the deferment period **and** was enrolled as at least a half-time student within 6 months of the first day of that period.

6. DEFAULT Your loan will be in default if you miss a payment or fail to file an appropriate deferment or cancellation form. A default will prevent you from obtaining additional student financial aid authorized under Title IV of the Higher Education Act of 1965, as amended, until you have cleared up the default. If your loan is in default you will also be responsible for paying all late charges, collection costs, including attorney fees and other charges necessary for the collection of the loan.

