

Request for Forbearance/Hardship/Unemployment Deferment

I understand that all information and supporting documents given will be held in strictest confidence and will not be subject to dissemination outside the requirements of the lending institution. I further understand that this arrangement will consist of reduced or deferred payments, as determined by the lending institution based on my financial situation. It may be necessary to make accelerated payments at the expiration of this arrangement to repay the loan within the maximum ten-year period.

Borrower's Name/Address:

Mail form to:

Email Address:

Account Number:

Section 1 Applicable Benefits

Benefit types 1 and 2: Applicable to federal Perkins, Nursing/Health profession, and selected Institutional loans.
Benefit types 3 and 4: Applicable to Perkins loans.

Benefit type 1 – I request forbearance on my Perkins loans because (Select one from A-D & check 1 or 2 on E):

(A) My title IV SFA loan payments are equal to or greater than 20% of my total monthly income. (Complete section 2 and 3)

(B) I am unable to make scheduled payments due to 'Poor Health' (temporarily – totally disabled). (complete section 2 and 4)

(C) Caring for a **dependent** who is disabled. (Complete section 2 and 4)

(D) Other acceptable reason: _____ (Complete section 2 and 3)

(E) Interest continues to accrue during this benefit type. For interest payment (1) bill me monthly (2) bill me at end of my benefit.

(We recommend paying interest monthly to avoid a lump sum payment at the end of this benefit type or forbearance)

Benefit type 2 – I request a Temporary reduction of my monthly loan payment:

Based on my financial situation, I will make monthly payments in the amount of \$_____ for a period of _____ months. If approved, I agree to make repayment of this amount each month as a condition of this agreement, and that if payment is not made, my agreement may be terminated by the school. (Complete section 2 and 3)

Benefit type 3 – I request economic hardship deferment because:

(A) I have been granted economic hardship for William D. Ford Federal Direct Student Loan (FDSL) or Federal Family Education Loan (FFEL) for the current period of time. **(Satisfactory documentation is required)**

(B) I am receiving payment under Federal or State Public Assistance. (AFDC, Supplemental Security income, Food Stamps, or State Public Assistance). (Complete section 2 and 3)

(C) My title IV SFA loan payments are equal to or greater than 20% of my total monthly income, and my monthly gross income minus my Title IV loan payments is less than 220% of the earnings of individuals on minimum wage, or 100% of the poverty income for a family of two. (Complete section 2 and 3)

Benefit type 4 – I request an unemployment deferment for a period of _____ month(s).

1. I am currently unemployed and actively seeking employment. In order to verify that I am actively seeking employment, I must register with an employment agency and have this form certified.

2. Certification by employment agency: Please complete the following and affix seal or stamp with agency name or attach letter verifying individual's original registration date with agency.

I, _____, certify that the above-mentioned individual has been duly registered with this employment agency.

Agency Name _____ Address _____

City _____ State _____ Zip _____ Phone number _____

Section 2 Borrower Certification

I certify that all statements made are true and correct. I also certify that I will immediately notify the lending institution of any change in my employment status or significant change in my financial situation. I authorize a representative of the lending institution to obtain from my applicable parties' pertinent information in order to verify this application. Final responsibility for completion and return of this form to the institution rests with the borrower. This account will remain in status quo until this form is approved if this form is incomplete; it will be returned to the borrower.

Signature _____ SS Number _____ Date _____

Day Phone _____ Evening Phone _____ Cell Phone _____

Marital Status _____ Dependents – Number _____ Age(s) _____

Please list the name, address, and phone number of someone who will always know your whereabouts:

Name _____

Address _____

Day Phone _____ Evening Phone _____ Cell Phone _____

Institutional Action

Date _____ - _____ Approved _____ Disapproved _____ Official _____ Date _____

NAME _____

SSN- _____

Complete the following steps to see if you meet the debt-to-income ratio requirements determined by Congress to qualify for the economic hardship deferment.

Please provide documentation to include your last 2 salary stubs and monthly payment amounts for all Federal student loans along with this completed worksheet.

1. Borrower's total monthly payments on Federal education loan debt (GSL, Stafford, SLS, Perkins, PCL, HPSL, LDS, HEAL) amortized over 10 years, standard repayment.	Stafford _____	_____
	Perkins _____	_____
	Other _____	_____
	Total _____	_____
2a. Borrower's monthly gross income-all sources*	Weekly _____	_____
	Bi-weekly _____	_____
	Monthly _____	_____
	Total _____	_____
2b. 20% of borrower's monthly gross income from all sources		_____
3. Does figure in 1 (above) EQUAL or exceed 2b.		_____
If the answer is NO, you DO NOT qualify for the economic hardship deferment.		
If the answer is YES, you DO qualify for the economic hardship deferment.		

4. Monthly gross income from all sources minus total monthly payments on Federal education loan debt (2a minus 1)		_____
5. Is 4 LESS than \$2,420.** (YES or NO)		_____
If the answer is NO, you DO NOT qualify for the economic hardship deferment.		
If the answer is YES, you DO qualify for the economic hardship deferment.		

* all sources does NOT include spouse.

** this figure is \$2,935.67 and \$2,728.50 for residents of Alaska and Hawaii respectively