Exit Counseling for
Federal Perkins Loans
&
Avery-Stanford Forgivable Loans

Student Financial Services
6/11/2015
University Accounting Service (UAS)

• Stanford: Lender; UAS: Service Provider

  www.uaservice.com

• Electronic exit interview provides:
  – Rights and responsibilities as a borrower
  – Tips for repaying your loans
  – Deferment
  – Forbearance
  – Default
  – Rehabilitation
  – Cancellation
University Accounting Service (UAS)  
Full-Service Provider

www.uaservice.com

✓ Stanford -> enrollment status to National Student Clearinghouse (NSC)

✓ Complete electronic Exit Interview
  ➢ 45 days to complete online
  ➢ Opt-out or fail to complete online: paper exit interview kit to the mailing address

✓ Access promissory note
✓ Set-up electronic payments
✓ Reps are knowledgeable about federal guidelines
Federal Perkins & Institutional Loan Grace Period

- Initial grace period for **Perkins** loan is 9 months
- Initial grace period for **Institutional** loans is 6 months
- Initial grace period for **Avery** loan is 6 months

**FAQ**: *What if I go on leave of absence?*

- Grace period begins immediately
- Return before grace period expires, full 9 months restored
- Return after grace period expires, only 6 months restored; remember to submit deferment form

- Get enrollment summary
  - Axess
  - National Student Clearinghouse (NSC)
Deferment (Future Enrollment) at Stanford or another university

✓ You must self-report future enrollment
  – Stanford does not automatically check NSC
  – Student use forms on UAS website
  – Certified annually (when applicable)
Don’t Default On Your Loan

• Federal Guidelines Require us to:
  Loan Acceleration -> Collection Agency -> Results in Negative Credit History
• Federal Guidelines Limit Our Ability to Rehabilitate a Loan To:
  – 9 months
  – Must bring account current
  – No services until rehabilitation is complete
  – Credit is restored with successful completion
Do you qualify for Cancellation?

Perkins Teaching Cancellation Benefit for teachers

- Full-time teacher in a low income school, per Dept of Education
- 100% cancelled over 5 years

If you expect to be eligible: apply for deferment during the year of qualifying service/employment

To apply for Cancellation: submit Cancellation form at the end of eligible year

Submit forms to UAS
Do you qualify for Cancellation

Avery-Stanford Forgivable loan
Cancellation Benefit

- STEP graduates who teach in a **public** school are eligible to have the loan forgiven
- Students teaching at **private** schools that benefit underserved communities will also be considered
- Must be **full-time** employment in U.S; not foreign countries

http://financialaid.stanford.edu/loans/other/avery.html

✔ If you expect to be eligible: *apply for deferment* during the year of qualifying service/employment
✔ To apply for Cancellation: *submit Cancellation form* at the end of eligible year

- Submit forms to UAS
Cancellation Rates

**Perkins loan:**
- The cancellation rate* per completed academic year of full-time teaching or for each year of otherwise qualifying full-time service is:
  - 15% for years 1 and 2
  - 20% for years 3 and 4
  - 30% for year 5
- *Includes principal and accrued interest

**Avery loan**:
- Half (50%) of the loan is forgiven after the second year of teaching and the remaining 50% is forgiven after the fourth year of teaching.
The Cycle of Deferment/Cancellation for Teachers

1. Submit completed application
2. UAS will defer for requested period (12 month max)
3. After period expire, UAS send cancellation form
4. You complete and have school certify the form
5. Upon receipt, we cancel percent of your loan
Teacher Deferment/Cancellation Forms

• Avery Loan: Borrower website: www.uasecho.com
  ✓ Register as new user
  ✓ Create ID & Password
  ➢ Document/Forms link

• Perkins: University Accounting Service website:
  ➢ https://www.uaservice.com/Borrower-Student/Benefit_Forms.html
    • Teacher/Employment/Service Cancellations for Federal Perkins Loans
      – Download: Cancellation Form
Important To-Do List

☑ Update your permanent information in Axess and with UAS
☑ Complete electronic Exit Interview with UAS
☑ Check NSLDS for accuracy of your loan records
☑ Report future enrollment to UAS on their form
☑ All forms at www.uaservice.com
☑ Follow-up until the loan is paid-in-full as per UAS
Contact Information & Resources

• University Accounting Service (UAS)
  – https://www.uaservice.com/Index.html
  – 1-800-999-6227
  – Customer Service
    • Loan Management, Billing & Payment, Communications, Deferment, etc.
  – FAQ:
    • https://www.uaservice.com/Borrower-Student/Frequently_Asked_Questions.html
  – Forms:
    • https://www.uaservice.com/Borrower-Student/Benefit_Forms.html

• Student Services Center
  – Remedy ticket: http://helpsu.stanford.edu/
    • Request Category: Student Services
    • Request Type: Student Services Center