

Terms of, the Schedules for, and the Necessity of Loan Repayment and Required Loan Exit Counseling

When applying for a Direct Stafford loan or a Direct Plus loan, the student/parent must promise to pay to the order of the lender all loan amounts disbursed under the terms of the MPN, plus interest and other charges and fees that may become due as provided in the MPN. The student/parent must understand that multiple loans may be made under the MPN. The student/parent must understand that by accepting any disbursements issued at any time under the MPN, he/she agree to repay the loans. The student/parent understands that, within certain time frames, he/she may cancel or reduce the amount of any loan by refusing to accept or by returning all or a portion of any disbursement that is issued. Unless the student/parent makes interest payments, interest that accrues on his or her unsubsidized Direct Stafford loans during in-school, grace, and deferment periods will be added as provided under the Act to the principal balance of such loans. If he/she does not make any payment on any loan made under the MPN when it is due, he/she will also pay reasonable collection costs, including but not limited to attorney's fees, court costs, and other fees. The student must not sign the MPN before reading the entire MPN, even if he/she is told not to read it, or told that he/she is not required to read it. The student/parent is entitled to an exact copy of this MPN and the Borrower's Rights and Responsibilities Statement. The student/parent signature certifies he/she have read, understand, and agree to the terms and conditions of the MPN, including the Borrower Certifications and Authorizations, the Notice About Subsequent Loans Made Under The MPN, and the Borrower's Rights and Responsibilities Statement.

The student/parent understands that all loans made under the MPN must be repaid. The repayment period for Direct Stafford loans begins the day after the 6-month grace period ends. The lender will notify the student/parent of the date the first payment is due. The student/parent must make payments on his or her loans even if he or she does not receive a bill or repayment notice. Billing information is sent to the student as a convenience, and he/she is obligated to make payments even if no notice is received. The student/parent will be given the opportunity to choose one of the following repayment plans (for the following repayment plans, the time limits shown do not include periods of deferment and forbearance):

Repayment Plans

<https://studentaid.gov/manage-loans/repayment/plans>

Repayment Examples:

Examples of each loan repayment schedule can be accessed by visiting <https://studentaid.gov/loan-simulator/> . A student may enter his or her data based on their borrowing amount, and selected repayment plan.

Loan Exit Counseling

Within 30 days of leaving Southeastern the student is notified via US Postal Service Mail that he or she must complete exit counseling, which consists of notification from SCC concerning

how to access student loan exit counseling online, and how to access the National Student Loan Data System.

The Terms and Conditions Under Which Students Receiving Federal Education Loans may Obtain Deferments While Serving in the Peace Corps; Under the Domestic Volunteer Service Act; and as a Volunteer for a Tax-Exempt Organization of Demonstrated Effectiveness in the Field of Community Service:

Peace Corp Deferment

Get information on the Peace Corp and paying your federal student loan by clicking <https://studentaid.gov/help-center/answers/article/pslf-credit-during-volunteer-service-period>

A complete list of Deferment forms is available <https://studentaid.gov/manage-loans/lower-payments/get-temporary-relief/deferment>

Tax-Exempt Organization

The following conditions must be met in order to qualify:

1. You must be serving full-time in an organization that has a tax exemption under Section 501(c)(3) of the Internal Revenue Code of 1986.
2. You must assist low income people and their communities in eliminating poverty and poverty-related human, social, and environmental conditions.
3. You must not earn more than the federal minimum wage; however you may receive fringe benefits like those received by other employees of the organization.
4. You must not engage in religious instruction, proselytizing, fund raising to support religious activities, or conduct worship services as part of your duties.
5. You must have agreed to serve in the tax exempt organization for a period of at least one year.
6. You must complete a Tax Exempt deferment form and have it certified by an organization official.
 - Complete, sign and date your form
 - Include with your application the information described below:
 - Certified by an Authorized Official of the Volunteer Program (have the authorized official complete Section 4: "Authorized Official's Certification" section of the deferment).

A summary of loan deferment options and conditions is located <https://studentaid.gov/manage-loans/lower-payments/get-temporary-relief>

Institutional Code of Conduct for Education Loans

Code of conduct is located <https://www.scciowa.edu/paying/aid/loans/code-of-conduct.aspx>