

**Federal Perkins Loan Statement of Borrower’s Rights and Responsibilities**

Name of Financial Aid Applicant (please print)

\_\_\_\_\_  
Last First Middle Social Security No.

A Federal Perkins Loan is a serious legal obligation. 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.

- 1. I understand I must complete ON-LINE an Entrance Interview and sign a Promissory note at B619 before I pick up my first Federal Perkins Loan check. I understand that I must, without exception, report any of the following changes to the room B-619, City College of San Francisco.
  - (a) if I withdraw from school, or take a leave of absence.
  - (b) if transfer to another school.
  - (c) if I drop below half-time status.
  - (d) if I change my name (for example, because of marriage).
  - (e) if my address, phone # or my parents’ address changes.

2. I understand that prior to graduation, leave of absence or withdraw from City College of San Francisco, I must complete on-line an exit interview.

3. I understand that my first quarterly payment will be due twelve months from the time I cease to be at least a half-time student.

4. I understand that my minimum quarterly payment will be at least \$120. It may be more if the amount borrowed is sufficient to require larger payments.

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 nine months after I cease to be enrolled as at least a half-time student.

6. I understand that if I qualify as a low-income individual during the repayment period. City College of San Francisco may, at my request, extend the repayment period for up to an additional 10 years or adjust any repayment schedule to reflect my income, or both.

7. I understand City College of San Francisco may permit me to pay less than the rate of \$120 per quarter for a period of not more than one year where necessary to avoid hardship to me unless that action would extend the repayment period of 10 years.

8. I understand that CCSF will assess a late charge to my account if I fail to pay on time.

9. I understand that if I fail to repay any loan as agreed, the total loan may become due and payable immediately and legal action could be taken against me.

10. I understand that I will promptly answer any communication from ACS regarding my loan.

11. I understand I may repay at anytime. I further understand that future interest will be reduced by making such payments.

12. I understand that if I cannot make payments on time, I must contact City College of San Francisco Student Financial Aid Accounting Services (415) 239-3450 to make arrangements.

13. I authorize City College of San Francisco to contact any school 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.

**I. FORBEARANCE**

- (1) I understand that, upon making a properly documented written request to the institution, I am entitled to be granted forbearance of principal and interest or principal only, renewable at 12-month intervals, for a period not to exceed three years, if :
  - (A) My monthly payment of Title IV educational loans is equal to or greater than 20% of my monthly gross income.
  - (B) The institution determines that I qualify for other reasons.

**II. DEFERMENT**

- (1) I understand that, upon making a properly documented written request to the Institution. I may defer making scheduled installment payments and will not be liable for any interest that might otherwise accrue during the following periods:
  - (A) For any period that I am:
    - (i) Enrolled and in attendance as a regular student in at least a half-time course of study at an eligible institution.
    - (ii) 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.
    - (iii) Engaged in graduate or post-graduate fellowship-supported study (such as a Fulbright grant) outside the United States; or
    - (iv) Enrolled and in attendance in a course of study that is part of a rehabilitation training program for disabled individuals approved by the Secretary.
  - (B) For any period that I am engaged in service described in Articles VIII, IX, X, XI, XII, XIII, or XIV of the promissory note.
  - (C) For a period not to exceed three (3) years during which:
    - (i) I am seeking and unable to find full-time employment; or
    - (ii) For any reason that my Institution determines has caused or will cause me to have an economic hardship.
- (2) I understand that I am not eligible for a deferment under paragraph (VII)(1)(A) while I am serving in a medical internship or residency program.
- (3) I understand that I may continue to defer making scheduled installment payments and will not be liable for any interest that might otherwise accrue for a six (6) month period immediately following the expiration of any deferment.

**III. TEACHING CANCELLATION**

- (1) I understand that, upon making a properly documented written request to the Institution, I am entitled to have up to 100 percent of the amount of this loan plus the interest thereon cancelled if I perform qualifying service after the period for which I received the loan:
  - (A) As a full-time teacher in a public or other nonprofit elementary or secondary school in the school district of a local educational agency that is eligible in such year of service for funds under Chapter 1 of the Education Consolidation and Improvement Act of 1981, as amended, and which has

(Continued on Reverse Side)



I certify I am aware of the amount of money which I have borrowed and of my responsibilities for its repayment. I further certify that I am aware of the procedures to be followed when making payments and/or requesting deferment from such payment when and if appropriate. I further certify I have read and understand the rights and responsibilities on this form and that I will adhere to them. I understand that if I default on my loan repayments, my records will be held until satisfactory repayment arrangements are made.

**- PLEASE READ THIS DOCUMENT BEFORE YOU SIGN IT. -**

\_\_\_\_\_  
Date

\_\_\_\_\_  
Signature of Student

### III. TEACHING CANCELLATION (Continued)

been designated by the Secretary (after consultation with each State Department of Education) in accordance with the provisions of section 465(a)(2) of the Act as a school with a high concentration of students from low-income families. An official Directory of designated low-income schools is published annually by the Secretary.

(B) As a full-time special education teacher (including teachers of infants, toddlers, children, or youth with disabilities) in a public or other non-profit elementary or secondary school system, or as a full-time qualified professional provider of early intervention services in a public or other nonprofit program under public supervision by the lead agency as authorized in section 676(b)(9) of the Individuals With Disabilities Education Act, or

(C) As a full-time teacher of mathematics, science, foreign languages, bilingual education or any other field of expertise that is determined by the State Department of Education to have a shortage of qualified teachers.

(2) A portion of this loan will be cancelled for each completed year of teaching service at the following rates:

(A) 15 percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for each of the first and second complete academic years of that teaching service.

(B) 20 percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for each of the third and fourth complete academic years of that teaching service, and

(C) 30 percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for the fifth complete academic year of that teaching service.

### IV. HEAD START CANCELLATION

(1) I understand that, upon making a properly documented written request to the Institution, I am entitled to have up to 100 percent of the amount of this loan plus the interest thereon cancelled if I perform qualifying service after the period for which I received the loan as a full-time staff member in a Head Start program if:

(A) That Head Start program is operated for a period that is comparable to a full school year in the locality, and

(B) My salary is not more than the salary of a comparable employee of the local educational agency.

(2) This loan will be cancelled at the rate of 15 percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for each complete school year or equivalent period of service in a Head Start program.

(3) Head Start is a preschool program carried out under the Head Start Act.

### V. MILITARY CANCELLATION

(1) I understand that, upon making a properly documented written request to the Institution, I am entitled to have up to 50 percent of the principal amount of this loan plus the interest thereon cancelled if I serve as a member of the Armed Forces of the United States in an area of hostilities that qualifies for special pay under section 310 of Title 37 of the United States Code.

(2) This loan will be cancelled at the rate of 12½ percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for each complete year of such qualifying service after the period for which I received the loan.

### VI. VOLUNTEER SERVICE CANCELLATION

(1) I understand that, upon making a properly documented written request to the Institution, I am entitled to have up to 70 percent of the amount of this loan plus the interest thereon cancelled if I perform qualifying service after the period for which I received the loan:

(A) As a volunteer under the Peace Corps Act; or

(B) As a volunteer under the Domestic Volunteer Service Act of 1973

(ACTION programs).

(2) This loan will be cancelled at the following rates;

(A) 15 percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for each of the first and second twelve (12) month periods of volunteer service completed; and

(B) 20 percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for each of the third and fourth

twelve (12) month periods of volunteer service completed.

### VII. LAW ENFORCEMENT OR CORRECTIONS OFFICER CANCELLATION

(1) I understand that, upon making a properly documented written request to the Institution, I am entitled to have up to 100 percent of the amount of this loan plus the interest thereon cancelled if I perform qualifying service after the period for which I received the loan:

(A) As a full-time law enforcement officer for service to an eligible local, State, or Federal law enforcement agency, or

(B) As a full-time corrections officer for service to an eligible local, State or Federal corrections agency.

(2) A portion of this loan will be cancelled for each completed year of law enforcement or corrections service at the following rates:

(A) 15 percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for each of the first and second complete years of that service.

(B) 20 percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for each of the third and fourth complete years of that service; and

(C) 30 percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for the fifth complete year of that service.

### VIII. NURSE OR MEDICAL TECHNICIAN CANCELLATION

(1) I understand that, upon making a properly documented written request to the Institution, I am entitled to have up to 100 percent of the amount of this loan plus the interest thereon cancelled if I perform qualifying service after the period for which I received the loan as a full-time nurse or medical technician providing health care services.

(2) A portion of this loan will be cancelled for each completed year of service at the following rates:

(A) 15 percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for each of the first and second completed years of that service.

(B) 20 percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for each of the third and fourth complete years of that service, and

(C) 30 percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for the fifth complete year of that service.

### IX. CHILD OR FAMILY SERVICE AGENCY CANCELLATION

(1) I understand that, upon making a properly documented written request to the Institution, I am entitled to have up to 100 percent of the amount of this loan plus interest thereon cancelled if I perform qualifying service after the period for which I received the loan as a full-time employee of an eligible public or private nonprofit child or family service agency who is providing, or supervising the provision of, services to high-risk children who are from low-income communities and the families of such children.

(2) A portion of this loan will be cancelled for each completed year of service at the following rates:

(A) 15 percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for each of the first and second complete years of that service;

(B) 20 percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for each of the third and fourth complete years of that service; and

(C) 30 percent of the total principal amount of the loan plus interest on the unpaid balance accruing during that year for the fifth complete year of that service.

### X. DEATH AND DISABILITY CANCELLATION

(1) In the event of my death, the total amount owed on this loan will be cancelled.

(2) If I become permanently and totally disabled after I receive this loan, the Institution will cancel the total amount of this loan.