



Financial Aid Office

**Federal Perkins Student Loan
Statement of Rights and Responsibilities**

Your Federal Perkins Student 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, without exception, report any of the following changes to the Student Loan Collections Office, Chowan College, Murfreesboro, NC 27855.
 - a. If I withdraw from school.
 - b. If I transfer to another school.
 - c. If I drop below half-time status.
 - d. If my name should change (for example, because of marriage)
 - e. If my address or my parents' address changes.
 - f. If my Social Security number should change.
2. When I graduate or withdraw from Chowan College, I must arrange for an exit interview by calling the Student Loan Collections Office.
3. My first monthly payment will be due ten months from the time I cease to be at least a half-time student. Late charges are accessed if payment is not received by the due date.
4. My monthly payment will be at least \$40.00. It may be more if the amount borrowed is sufficient to require larger payments. The maximum length of time for repayment is 10 years.
5. The ANNUAL PERCENTAGE RATE of 5% will be the FINANCE CHARGE based on the unpaid balance, and it will begin to accrue nine months after I cease to be enrolled as at least a half-time student.
6. Cancellation will be granted for:
 - a. certain types of elementary or secondary school teaching;
 - b. full-time special education teacher of infants, toddlers, children or youth with disabilities in public or non-profit elementary or secondary school system;
 - c. full-time professional providers of early intervention services in a public or non-profit program to those who are served by agencies authorized under the Individuals with Disabilities Education Act;
 - d. full-time teachers of mathematics, science, foreign languages, bilingual education, or any field of expertise where the State Education agency determines there is a shortage of qualified teachers;
 - e. full-time nurses and medical technicians providing health care services;
 - f. full-time family service agency employees who serve "high risk" children from low income communities and families;
 - g. military service in areas of hostilities;
 - h. full-time staff members in Head Start;
 - i. service in the Peace Corps;
 - j. and in the event of death or permanent disability.

I understand the school must be informed of such status.

(Continued on reverse)

7. Deferments are provided in the following categories:
 - a. if I enter the military service (maximum of 3 years);
 - b. Peace Corps, ACTION, or service comparable to either;
 - c. become an officer in the Commissioned Corps of the U.S. Public Health Service;
 - d. serve an approved internship which is required to begin professional practice;
 - e. under certain conditions stipulated in the promissory note if I am pregnant or have preschool children;
 - f. if I return to at least half-time study at an accredited institution of higher education;
 - g. unemployment and economic hardship;
 - h. anyone receiving cancellation.
8. If I fail to repay my loan as agreed, the total loan may become due and payable immediately and legal action could be taken against me. If I allow my loan to become more than 120 past due, my loan will be considered in default, and I will be ineligible for any Title IV Funds. If my loan remains in default for two or more years, it may be assigned to the U.S. Department of Education for collection.
9. I will promptly answer any communication from Chowan College or AMS Servicing regarding the loan.
10. I may prepay at any time. Interest will be reduced by prepaying.
11. If I cannot pay on time, I must contact the Chowan College Student Loan Collections Office to make arrangements.
12. I realize that aggregate loan limits are \$40,000 for a graduate or professional student and \$20,000 for an undergraduate.
13. I authorize Chowan College 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. This authorization is in effect until my loan is paid in full.
14. Chowan College is required by the U.S. Department of Education to report this loan to credit bureaus beginning with the first advance.

THIS LOAN MUST BE REPAID

I attest that I have read and understand the responsibilities and options available to me, and that I will adhere to them.

Signature of Student

Date