

Perkins Loan Office
101 Braddock Road
Frostburg, MD 21532-1099
Phone: (301) 687-3186
Fax: (301) 687-4494

Dear Perkins Loan Borrower:

This letter is to remind you of some of the options that are available to you as a Perkins Loan borrower. While it is your responsibility to pay off this loan, I understand that sometimes there are circumstances that make this difficult. **Below is a listing of several options that are available to help you avoid defaulting on your loan.**

DEFERMENT- During a deferment you are not required to make payments and interest will not accumulate. If you are enrolled as a student at least half-time (6 credits) you are eligible for a deferment on your Perkins Loan, but you must fill out a deferment form at the beginning of every semester. To see what other types of deferments you may be eligible for, visit www.mycampusloan.com or call 1-800-334-8609.

FORBEARANCE- A temporary forbearance gives you a break from making payments. Interest continues to accrue during a forbearance, which is processed for six months at a time, and can be used to bring past due balances current. Any interest that accrues during a forbearance is due **immediately at the end of the forbearance period**. Keep in mind; you can only use a total of 36 months (3 years) of forbearance. You must contact me to make arrangements. Forbearance must be requested in writing.

*****SPECIAL BILLING**- If you wish to keep paying on your loan but are unable to make your current payment, it is possible to arrange a temporary special payment plan through Frostburg State University. As long as the agreed upon payments are made on time every month, the loan will be considered current and will not affect your credit rating. Payments must be a minimum of \$25/month for up to 12 months. You must contact me to make arrangements.

*****REHABILITATION**-Loan Rehabilitation consists of making twelve on-time, monthly consecutive payments in the amount agreed upon between yourself and FSU. After the twelfth payment is made, the default will be permanently removed from your credit record. You must contact me to make arrangements.

LOAN CONSOLIDATIONS-Loan consolidations can make your loan payments easier by combining all of your loans into one monthly payment. Consolidations can reduce your monthly payments by extending the repayment period. However, keep in mind that you may lose any cancellations or deferments that you may be eligible for.

I hope that one of these options will help you keep your loan current and protect your credit rating. More information, as well as scheduling a credit card payment or automatic withdrawals, can be found at the Campus Partners website at www.mycampusloan.com.

Please contact me at (301) 687-3186 to set up a payment arrangement today.

Sincerely,

Crystal Frantz
Perkins Loan Accountant