

# EXIT COUNSELING



## Forbearance

You won't have to make a payment, or you can temporarily make a smaller payment for up to 12 months. Interest will keep occurring



## Delinquency

Immediately after you miss a loan payment, your loan becomes delinquent. After 30 days, credit bureaus will be notified. Your loan account remains delinquent until you repay the past due amount.



## Default

If your loan remains delinquent for longer than 270 days it will enter default. This means the full unpaid balance and any interest will become immediately due.

## Terms To Know



## Deferment

A way to temporarily pause payments and possibly interest depending on loan type and situation.



## Grace Period

A set period of time after you graduate, leave school, or drop below half-time enrollment before you must begin repayment on your loan.



## Forgiveness

In certain situations, you can have your loans forgiven, canceled, or discharged. That means you won't have to pay back some or all of your loan(s).

## Student Loan Servicer

A loan servicer is a company that is assigned to handle the billing and other services on your federal student loan. Your loan service provider's contact information can be found on [studentaid.gov](http://studentaid.gov)

**MOHELA**<sup>®</sup>  
888-866-4352  
[mohela.studentaid.gov](http://mohela.studentaid.gov)

**aidVantage**  
800-722-1300  
[aidvantage.studentaid.gov](http://aidvantage.studentaid.gov)

**EdFinancial**  
SERVICES  
855-337-6884  
[edfinancial.studentaid.gov](http://edfinancial.studentaid.gov)

**nelnet**<sup>®</sup>  
888-486-4722  
[nelnet.studentaid.gov](http://nelnet.studentaid.gov)

**ECSI**  
866-313-3797  
[efpls.ed.gov](http://efpls.ed.gov)

**CRI**  
833-355-4311  
[cri.studentaid.gov](http://cri.studentaid.gov)

# EXIT COUNSELING

## Subsidized Loans

- Eligible to undergraduate students who demonstrate financial need.
- Does NOT accrue interest while student is in school.

## Types of Federal Student Loans

## Unsubsidized Loans

- Eligible to all students regardless of financial need.
- Accrues interest at disbursement (while in school).

## Parent PLUS loan

- Loan is in parent's name and it's their responsibility to pay.
- Accrues interest at disbursement (while in school).

## Grad PLUS Loan

- Loan is in graduate student's name.
- Accrues interest at disbursement (while in school).

## Consolidation Loans

- Allows student to combine all their eligible student loans into a single loan with a single loan servicer.

## Basic Repayment Plans

## Income-Driven Plan

### Standard

10 YEARS 

### Graduated

10 YEARS 

### Extended

25 YEARS 

### Types

- SAVING ON A VALUABLE EDUCATION (SAVE)
- PAY AS YOU EARN (PAYE)
- INCOME-BASED REPAYMENT (IBR)
- INCOME-CONTINGENT REPAYMENT (ICR)

PAYMENTS ARE A FIXED AMOUNT THAT ENSURES YOUR LOANS ARE PAID OFF WITHIN 10 YEARS

PAYMENTS ARE LOWER AT FIRST AND THEN INCREASE, USUALLY EVERY TWO YEARS. PAYMENT AMOUNTS ENSURE YOUR LOAN(S) ARE PAID OFF WITHIN 10 YEARS

PAYMENTS CAN BE FIXED OR GRADUATED AND WILL ENSURE THAT YOUR LOANS ARE PAID OFF WITHIN 25 YEARS.

LOANS > \$30,000 TO QUALIFY

IDR PLANS BASE YOUR MONTHLY PAYMENT AMOUNT ON HOW MUCH MONEY, TYPICALLY 5-20% OF YOUR DISCRETIONARY INCOME, AND YOUR FAMILY SIZE

**Time**  
UNTIL PAYED OFF. IF THERE'S A REMAINING BALANCE AFTER 20-25 YEARS, IT WILL BE FORGIVEN



### Payment

Fixed

\$ \_\_\_\_\_

### Payment

Initial

\$ \_\_\_\_\_

### Payment

Varies

\$ \_\_\_\_\_

### Payment

Set by application  
Does vary

\$ \_\_\_\_\_

  
MoneySmart  
Lakers

