Federal Stafford Loan Summary
La Sierra University

I understand the following information about my student loan(s):

- I must pay back my loan(s) with accrued interest and any assessed fees.
- I must repay my loan(s) even if I don't complete my education, if I am dissatisfied with my education, or if I am unable to get a job after I complete my program.
- I must repay my loan(s) within 10 years, unless my loans are consolidated, or I have utilized special repayment options, such as income sensitive repayment, or have qualified for a deferment.
- I may prepay all or part of my loan(s) without penalty.
- My minimum monthly payment is $50, but may be more depending on the amount borrowed.
- In most cases, repayment begins as follows:
  - Federal Subsidized Stafford Loan—Principal and interest payments begin following a six month grace period after leaving school or less than half time attendance.
  - Federal Unsubsidized Stafford Loan—Unless deferred and capitalized (interest added to principal), which can be done at the time of application, principal payments begin following a six month grace period after leaving school or less than half time attendance.
- The prevailing interest rates, fees, and repayment terms and conditions are specified in the loan application/promissory note and/or the loan disclosure statement.
- I must notify my school and lender if I:
  - Change my name
  - Change my address
  - Change my telephone number
  - Change my references
  - Change my graduation date
  - Change my social security number
  - Transfer to another school
  - Withdraw from school
  - Enroll for less than half time
- I will be notified, in writing, if any of my loans are transferred to another holder. I must direct all future correspondence to that holder.
- If I qualify, I may apply for a deferment (a postponement of loan payments).
- If I do not qualify for a deferment and am unable to make payments on a loan, I may request forbearance from my lender. Forbearance is a special arrangement made for borrowers experiencing financial hardship.
- If I fail to repay a loan, I may be considered in default and the following may result:
  - My status will be reported to a national credit bureau and have a negative effect on my credit rating.
  - The entire unpaid amount of my loan, including interest, may become due and payable immediately.
  - I may lose repayment schedules and deferment possibilities.
  - My federal and state income tax refunds may be withheld.
  - My wages may be garnished
  - I may be ineligible to receive any further federal or state financial aid funds.
  - I may be ineligible to obtain a state professional license in my field.

I have read and understood the above information and will comply with these terms.

Print Name_____ Social Security Number_____

Borrower Signature_____ Date_____