Agenda

What do I need to know?

Where are my loans & when do I repay?

What repayment plans are available?

What if I need to postpone repayment?

What about loan cancellation?

Next Steps
Where are my loans?

Private Loans
- Bank or other servicer

Perkins & Institutional Loans
- Brown University Loan Office

Direct Subsidized, Unsubsidized, PLUS
- Federal loan servicer
To get info & answers:

Loan Office (401) 863-3296
http://www.brown.edu/loanoffice

To make online payments:

Heartland ECSI = vendor for online access
https://heartland.ecsi.net/Index.html
Always call us - Loan Office (401) 863-3296
When do I repay?

• Enter grace period when enrollment ends
  • No interest during grace & no prepayment penalty

• Repayment begins
  • Brown U Institutional Loans: January 1, 2019 (grace period 6 months)
  • Federal Perkins Loan: April 1, 2019 (grace period 9 months)
  • Federal PCL & LDS Loans: July 1, 2019 (grace period 12 months)
  • Only 1 repayment plan, Standard up to 10 years (Perkins can be consolidated)

• Manage & repay loans online: [https://heartland.ecsi.net/Index.html](https://heartland.ecsi.net/Index.html)
  • IMPORTANT: Will lose access to your Brown Gmail. Use personal email address when creating account, not Brown email
Direct Subsidized, Unsubsidized, PLUS

TO GET INFO
https://www.nslds.ed.gov
Lists your federal loans & loan servicers

TO MAKE ONLINE PAYMENTS
Your federal servicer’s website
When do I repay?

- Enter grace period when enrollment ends
  - Direct Unsubsidized & PLUS – interest has been accruing since the loan was disbursed. Can be paid during grace period

- Repayment begins: December 2018 (grace period 6 months)
  - Choice of repayment plan, determines amount & length of repayment term

- Manage & repay online with your federal loan servicer
Agenda

Where are my loans & when do I repay?

What repayment plans are available?
Repayment Plans

• **Perkins Loans**
  • Standard plan only, fixed monthly amount, up to 10 yrs to repay
  • Monthly payment amount will be provided during online exit counseling
  • Eligible for Direct Loan Consolidation (combines Perkins & Direct into 1 new loan)
    • Simplifies repayment & offers different choices of repayment plans

• **Institutional Loans**
  • Standard plan only, fixed monthly amount, up to 10 yrs to repay
  • Monthly payment amount will be provided during online exit counseling
  • Not eligible for Direct Loan consolidation

• Learn more at [https://www.brown.edu/about/administration/loans/servicers-making-payments](https://www.brown.edu/about/administration/loans/servicers-making-payments)
Repayment Plans

• **Direct Loans**
  • Standard – fixed monthly payment, up to 10 yrs to repay
  • Graduated – payments increase every 2 yrs, up to 10 yrs to repay
  • Extended – fixed or graduated payments, up to 25 yrs to repay, must have at least $30K in Direct Loans

• 4 different “Income Driven” plans –based on your annual income, up to 20 or 25 yrs to repay, forgiveness of remaining balance at end of repayment
  • Revised Pay As You Earn (REPAYE)
  • Pay As You Earn (PAYE)
  • Income Based (IBR)
  • Income Contingent (ICR)

• Learn more at [https://studentaid.ed.gov/sa/repay-loans/understand/plans](https://studentaid.ed.gov/sa/repay-loans/understand/plans)
StudentAid.gov Repayment Estimator

To compare plans & calculate your estimated monthly payment amount under each plan.
<table>
<thead>
<tr>
<th>Plan</th>
<th>Total Payment</th>
<th>Monthly Payment</th>
</tr>
</thead>
<tbody>
<tr>
<td>Standard</td>
<td>$199,837</td>
<td>$1,665/month</td>
</tr>
<tr>
<td>Graduated</td>
<td>$213,180</td>
<td>$952 - $2,857/month</td>
</tr>
<tr>
<td>Extended Fixed</td>
<td>$315,433</td>
<td>$966 - $966/month</td>
</tr>
<tr>
<td>Extended Graduated</td>
<td>$315,433</td>
<td>$750 - $1,455/month</td>
</tr>
<tr>
<td>Revised Pay As You Earn</td>
<td>$153,885</td>
<td>$224 - $944/month</td>
</tr>
<tr>
<td>Pay As You Earn</td>
<td>$103,129</td>
<td>$224 - $711/month</td>
</tr>
<tr>
<td>Income-Based Repayment (IBR)</td>
<td>$230,827</td>
<td>$336 - $1,415/month</td>
</tr>
<tr>
<td>IBR for New Borrowers</td>
<td>$103,129</td>
<td>$224 - $711/month</td>
</tr>
<tr>
<td>Income-Contingent Repayment (ICR)</td>
<td>$337,647</td>
<td>$549 - $1,777/month</td>
</tr>
</tbody>
</table>

SAMPLE INFO: Based on $150K loans, 6% interest, $45K income.

StudentLoans.gov Repayment Estimator

<table>
<thead>
<tr>
<th>Plan</th>
<th>Total Payment</th>
<th>Monthly Payment</th>
<th>First Monthly Payment</th>
<th>Last Monthly Payment</th>
<th>Total Amount Paid</th>
<th>Projected Loan Forgiveness</th>
<th>Repayment Period</th>
</tr>
</thead>
<tbody>
<tr>
<td>Revised Pay As You Earn</td>
<td>$153,885</td>
<td>$224 - $944/month</td>
<td>$224</td>
<td>$944</td>
<td>$153,885</td>
<td>$182,680</td>
<td>300 months</td>
</tr>
</tbody>
</table>

More Information
Choosing a plan

• What fits your budget & goals may be different than your friends (that’s OK!)
• Upcoming changes to your budget & other financial commitments
• Consider the total cost of each plan (principal & interest)
• Length of repayment impacts amount of interest that accrues (longer = more interest)

• Income driven plans
  • MUST submit annual income documentation
  • Payments are recalculated annually, making exact cost difficult to forecast
  • Forgiven amount can be considered taxable income

• Learn more at https://studentaid.ed.gov/sa/repay-loans/understand/plans
Agenda

Where are my loans & when do I repay?

What repayment plans are available?

What if I need to postpone repayment?

What do I need to know?
Postpone Repayment

• Deferment
  – Temporarily postpone payments
  – Interest stops accruing on most loans; only continues to accrue on Unsubsidized Direct Loans
  – Common types of deferment: residency, in-school, unemployment
  – Each type of deferment has specific eligibility criteria & specific maximum length of time

• Forbearance
  – Temporarily reduce payments
  – Interest continues to accrue on all loans
  – Does not have specific eligibility criteria – can be used for any financial difficulty
  – Maximum of 36 months
• BOTH Deferment & Forbearance
  – Each type of loan offers different options for deferment & forbearance. View details at https://www.brown.edu/about/administration/loans/repay-your-loans/deferment-forbearance
  – Optional, must apply with each loan servicer
  – You can choose which loans to keep in repayment versus deferment/forbearance
  – Can only be processed for a maximum of 12 months at a time
  – Must re-apply to extend length of time
  – Can help you keep loans current during financial difficulty

• Before you apply
  – Can you lower monthly payments by consolidating or changing repayment plan? Staying in repayment helps you work toward loan forgiveness under Income Driven plans
List of deferments by loan type & links to online forms

https://www.brown.edu/about/administration/loans/repay-your-loans/deferment-forbearance

<table>
<thead>
<tr>
<th>Type of Deferment</th>
<th>Brown University Institutional Loan Programs</th>
<th>Federal Perkins Loans</th>
<th>Federal Direct Loans</th>
</tr>
</thead>
<tbody>
<tr>
<td>In-School Deferment</td>
<td>All Brown University Institutional Loan programs: A borrower enrolled at least half-time at an eligible institution may defer repayment. Your school will need to complete a portion of this form. (Note: LDS or PCL require full-time enrollment for student deferment.)</td>
<td>Federal Perkins Loan: A borrower enrolled at least half-time at an eligible institution may defer repayment. Your school will need to complete a portion of this form.</td>
<td>Federal Direct Loans: A borrower enrolled at least half-time at an eligible institution may defer repayment. Your school will need to complete a portion of this form.</td>
</tr>
</tbody>
</table>
| Internship / Residency Deferment | * Casperson, Kaplan, Medical, Plitt/Anderson, or Tarandi Loans: Up to three years on loans disbursed during or after the 2005/2006 academic year.  
* Ellwood Loans: Up to three years on loans disbursed during or after the 2011/2012 academic year.  
* LDS or PCL Loans: Up to three years for borrowers pursuing advanced professional training in primary care, including internships and residencies.  
Your residency program MUST complete a portion of this form. | Federal Perkins Loans do not offer this deferment - you may apply for forbearance instead | Federal Direct Loans do not offer this deferment - you may apply for forbearance instead |

Deferment Application - Brown institutional Loans ONLY

Federal In-School Deferment Form OMB 1845-0011
Agenda

Where are my loans & when do I repay?

What repayment plans are available?

What if I need to postpone repayment?

What about loan cancellation?
Cancellation

Common types of cancellation

- Direct Loans
  - Public Service Loan Forgiveness (PSLF) MyFedLoan.org/PSLF
  - Teacher Cancellation

- Perkins Loans
  - Teacher Cancellation
  - Qualifying employment or VISTA/Peace Corp volunteer: Law Enforcement, Nurse, EMT, Family Service, etc https://studentaid.ed.gov/sa/repay-loans/forgiveness-cancellation/perkins

- Learn more at https://studentaid.ed.gov/sa/repay-loans/forgiveness-cancellation/charts
Where are my loans & when do I repay?

What repayment plans are available?

What if I need to postpone repayment?

What about loan cancellation?

Next Steps
During Residency

- Your residency may be longer than the max time for deferment or forbearance
- Can choose which loans to repay & which ones to postpone
- Keep loans in repayment if you can comfortably afford it
  - Can Consolidate Perkins, LDS, & Direct Loans to qualify for income driven repay
  - Consolidation restarts # of payments made toward loan forgiveness
- Apply for forbearance on Perkins and/or Direct Loans if you need to make interest-only payments (max 36 months)
- Apply for residency deferment on Institutional Loans, PCL, & LDS if you need to postpone payments.
  - No interest accrues during deferment – any payments made will go directly toward principal balance
Next Steps

Residency Deferment

- For Institutional Loans, PCL, & LDS only
- Residency program must complete bottom portion
- Submit to Loan Office in November
- Can accept email, fax, mail
- Can only process for 12 months at a time
- Must resubmit annually to extend deferment

- Learn more & get forms:
  https://www.brown.edu/about/administration/loans/repay-your-loans/deferment-forbearance
What should I do next?

1. Think about your budget, financial goals, & plans after Brown
   • Calculate your estimated monthly payments
     https://studentloans.gov/myDirectLoan/mobile/repayment/repaymentEstimator.action
   • Estimate payroll deductions: www.surepayroll.com/calculator/calc_paycheck_netpay.asp
   • Free copy of credit report: www.annualcreditreport.com
   • Credit score & Personal Finance: www.myfico.com
   • Budgeting: www.xpenser.com or www.mint.com
What should I do next?

2. Complete all exit counseling requirements between April 23rd & May 4th
   • All done online
   • Separate requirement for each type of loan borrowed
   • Must complete in order to get diploma or transcripts
   • Will need FSA ID user name & password – gather them now
   • Will learn a LOT, if you take your time
   • Watch for emails from loans@brown.edu with detailed instructions
Next Steps

What should I do next?

3. Get to know your servicers & let them help you
   • Open the emails & letters from your servicers!
   • Set up online account access
   • List your personal email, new address & phone
Next Steps

What should I do next?

4. Choose options that work best for you. YOU are in charge of your success!
   • Select a repayment plan [https://studentaid.ed.gov/sa/repay-loans/understand/plans](https://studentaid.ed.gov/sa/repay-loans/understand/plans)
   • Apply for deferment or forbearance if needed [https://www.brown.edu/about/administration/loans/repay-your-loans/deferment-forbearance](https://www.brown.edu/about/administration/loans/repay-your-loans/deferment-forbearance)
   • Know which cancellation options apply to your loans [https://studentaid.ed.gov/sa/repay-loans/forgiveness-cancellation/charts](https://studentaid.ed.gov/sa/repay-loans/forgiveness-cancellation/charts)
Contact us with questions!

Brown University Loan Office
loans@brown.edu
(401) 863-3296

http://brown.edu/loanoffice

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<td>Planning Your Repayment</td>
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<tr>
<td>Loan Repayment Plans</td>
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<tr>
<td>Servicers &amp; Making Payments</td>
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<tr>
<td>Understanding Interest</td>
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