

FEDERAL PERKINS LOAN DISCLOSURE STATEMENT
College of St. Benedict/St. John's University

As part of your financial aid package for the current academic year, you received a Federal Perkins Loan. Your eligibility for this loan has been determined by the information in your Free Application for Federal Student Aid (FAFSA). This is a loan and must be repaid. The Perkins Loan proceeds should be used only for educational purposes.

You have a right to cancel all or a portion of your loan. Accepting or declining this Perkins Loan will have no effect on your eligibility for grants, scholarships or student employment. There are no charges or fees connected with making this loan. The lender for your Federal Perkins Loan is the College of St. Benedict for CSB students and St. John's University for SJU students. As your lender, the College of St. Benedict (women) or St. John's University (men) retains the original Master Promissory Note (MPN) that you signed for the Perkins Loan. This sample MPN provides you with the terms of the Perkins Loan. The maximum annual loan limit for the Perkins Loan is \$4,000 for undergraduate students, with a total maximum undergraduate aggregate of \$20,000.

You may view the total amount of your Federal Perkins Loans in the financial aid section on Banner Web Self Service. When repayment begins on the Federal Perkins Loan, the minimum monthly payment will be \$40 plus interest. If your Federal Perkins Loan principal balance is more than \$4,800, your payment will be determined by the outstanding principal balance plus interest (5%) divided by 120 payments (10 year repayment). To calculate the amount of your estimated repayment, you may access this website www.finaid.org. Once at the website, select calculators, loans and repayment (middle of the loan page.)

Your loan will be reported to a national credit bureau at least annually. Prompt payments will assist you when borrowing money for other purposes (i.e. car). Delinquent payments will affect your ability to secure other loans.

Loan consolidation programs are available to enable you to consolidate loans received under the Federal Perkins Loan and Federal Stafford Loan Programs. You will receive information on loan consolidation at the Federal Perkins Loan exit session when you graduate or withdraw from CSB/SJU.

A new military deferment has been added for all Perkins borrowers with loans after July 1, 2001. This allows you to defer payment of principal and interest under these conditions: *for a period not to exceed three years during which I am serving on active duty during a war or other military operation or national emergency, or performing qualifying National Guard duty during a war or other military operation or national emergency.*

The Department of Defense has a cancellation program that cancels Federal Student Loans for 1 year of active service in an "Imminent Danger Area". Up to 50% of a Perkins Loan may be cancelled through this program.

When you completed your entrance counseling for the Federal Perkins Loan, you included contact information for your parents (names and addresses), your spouse & spouse's employer (if applicable) and 2 or 3 personal references (names and addresses). If there are any changes to any of this information (i.e. address), please report these changes to CSB/SJU. If you have any questions about your Federal Perkins Loan, while you are at CSB/SJU, please contact:

CSB Students:

Michelle Hemmesch
Financial Aid Office
37 South College Avenue
St. Joseph, MN 56374
(320) 363-5388
email:m1hemmesch@csbsju.edu.

SJU Students:

Tracy Gust
Student Loan Collection Manager
P.O. Box 5000
Collegeville, MN 56321
(320) 363-2793
tgust@csbsju.edu

CSB and SJU have contracted with a service agency to manage the repayment of the Perkins Loan. When you go into repayment, you may contact this agency for assistance with the Perkins Loan:

CSB Borrowers:

Ms. Hattie Parker
ACS
2505 South Finley Road
Lombard, IL 60148-4899

SJU Borrowers:

ECSI
181 Montour Run Road
Coraopolis, PA 15108
Client Code: ACG6 www.ecsi.net

Additional information on the Perkins Loan is available at <http://www.csbsju.edu/csbstudentaccounts/loanbook.htm>