

**IMPORTANT NOTICE
TO ALL UNIVERSITY OF LOUISIANA AT MONROE
FEDERAL PERKINS LOAN BORROWERS**

LOAN REHABILITATION

Due to changes in Federal regulations, The University of Louisiana at Monroe established a one-time-only loan rehabilitation program for defaulted borrowers, which became effective July 1, 2000. A loan is considered in default when a payment is late. A defaulted loan will be considered rehabilitated after the borrower makes 12 consecutive on-time monthly payments, as determined by The University of Louisiana at Monroe.

The benefits of loan rehabilitation include:

- Request will be sent to credit bureau to remove defaulted from credit history
- Loan is returned to regular repayment status
- Borrower regains balance of benefits and privileges of promissory note as applied prior to default.
- Collection costs are capped at 24%
- Borrower re-establishes Title IV student financial assistance eligibility

How to apply:

- Borrowers must request loan rehabilitation
- Call or send written request
- A Loan Rehabilitation Plan Agreement must be negotiated, approved and executed before the loan can be rehabilitated

A defaulted Loan may be rehabilitated one time only!

Please contact a Financial Assistance Counselor at (318) 342-5118 if you would like to take advantage of this one-time-only program.