



Student Educational Loan Fund Program (SELF)

Statement of Borrower's Responsibilities

ID# _____

Student's Name (First, Middle, Last) _____

Social Security Number _____

Your education loan is a serious, legally binding contract between you and the holder of your note. It is important for you to understand your responsibilities and the consequences if you become delinquent or default on your loan.

Your Responsibilities:

1. You must repay your loan even if you do not complete your program, are unable to find employment after graduation, or are dissatisfied with the education you receive.
2. You must notify the Servicer if you do any of the following:
 - a. Move
 - b. Graduate
 - c. Withdraw from school
 - d. Drop below half-time status
 - e. Transfer to another school
 - f. Fail to enroll in school for the period for which the loan was intended
 - g. Change your name
3. You do not have any deferment or grace periods on your loan.
4. Your loan has three payment periods which are:
 - a. **In-school** — quarterly interest payments are required while in school.
 - b. **Transition** — monthly interest payments are required for 12 months after graduating or withdrawing from school. Transition can last from 1-3 years.
 - c. **Repayment** — monthly principal and interest payments are required after completion of the transition phase.

Consequences of Delinquency and Default:

1. If you fail to make timely payment on your loan, your delinquency and/or default will be reported to a credit bureau. This will seriously affect both you and your consignor's credit rating and your ability to borrow from any source in the future.
2. The entire unpaid amount of your loan, as well as accrued interest, may become immediately due and payable.
3. Holds may be placed on your college records and future financial aid payments.
4. You and your co-signer's state tax refunds may be seized.
5. Your account may be assigned to a collection agency which will continue to collect the balance due from you and charge collection fees.
6. You may be charged reasonable attorney's fees and other costs of collecting your debt.

I have read this statement along with being counseled by my financial aid office and understand my responsibilities as a borrower and the consequences if I default or become delinquent on my SELF loan.

Signature of Borrower Date

Financial Aid Office Date

Lender's Name and Address

Minnesota Higher Education Services Office
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 (800) 657-3866
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